

CITY OF GOODYEAR, ARIZONA
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2002

CITY OF GOODYEAR, ARIZONA
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FINANCIAL SECTION

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CRONSTROM & TRBOVICH

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and the City Council of the
City of Goodyear, Arizona

We have audited the accompanying general-purpose financial statements of the City of Goodyear, Arizona (City), as of and for the year ended June 30, 2002, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Goodyear, Arizona as of June 30, 2002, and the results of its operations and the cash flows of its proprietary and similar trust fund types for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 28, 2003 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for the purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general-purpose statements taken as a whole.

The other information included in this report, designated as the "Supporting Schedules" and "Statistical Section" in the table of contents, was not audited by us and, accordingly, we express no opinion on it.

Cronstrom & Trbovich, P.C.

Cronstrom & Trbovich, P.C.

March 28, 2003

General-Purpose Financial Statements

CITY OF GOODYEAR, ARIZONA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
AS OF JUNE 30, 2002

	Governmental Fund Types				Proprietary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
Assets and Other Debits					
Assets					
Cash and investments	\$ 10,353,015	\$ 3,951,640	\$ 4,144,395	\$ 17,897,629	\$ 321,132
Restricted assets	-	-	-	-	469,117
Accounts receivable	197,003	89,729	9,967	-	845,063
Taxes receivable	62,977	5,144	54,402	-	-
Intergovernmental receivable	1,177,626	107,051	5,111	2,251,938	119,158
Interest receivable	7,868	15,992	9,631	33,208	13,819
Special assessments receivable	-	-	13,285,965	-	-
Due from other funds	1,309,453	-	-	-	-
Inventories	28,597	29,589	-	-	133,835
Prepaid items	73	-	-	-	-
Deferred charges	-	-	-	-	74,169
Fixed assets (net, where applicable, of accumulated depreciation)	-	-	-	-	41,935,671
Other Debits					
Amount available in debt service fund	-	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-	-
Total Assets And Other Debits	\$ 13,136,612	\$ 4,199,145	\$ 17,509,471	\$ 20,182,775	\$ 43,911,964
Liabilities, Equity and Other Credits					
Liabilities					
Accounts payable	\$ 872,318	\$ 265,255	\$ -	\$ 1,258,588	\$ 1,086,816
Accrued wages and benefits	241,350	10,570	-	-	23,185
Development fees payable	-	139,832	-	-	22,922
Interest payable	-	-	28,357	-	635,025
Due to other funds	-	112	-	-	1,309,341
Deposits	83,152	5,000	56,842	-	72,650
Deferred revenue	35,021	5,144	13,327,723	1,479	658,313
Compensated absences payable	-	-	-	-	93,426
General obligation bonds payable	-	-	-	-	-
Revenue bonds payable	-	-	-	-	3,026,931
Community Facilities Districts long-term obligations	-	-	-	-	-
GADA loan payable	-	-	-	-	-
Total Liabilities	1,231,841	425,913	13,412,922	1,260,067	6,928,609
Equity and Other Credits					
Investment in general fixed assets	-	-	-	-	-
Contributed capital	-	-	-	-	29,524,302
Retained earnings	-	-	-	-	-
Unreserved	-	-	-	-	7,459,053
Fund balances					
Reserved	-	-	-	-	-
Reserved for inventories	28,597	29,589	-	-	-
Unreserved	-	-	-	-	-
Designated for court	29,195	-	-	-	-
Designated for vehicle replacement	1,461,358	-	-	-	-
Designated for building replacement	492,695	-	-	-	-
Designated for equipment replacement	293,387	-	-	-	-
Designated for computer replacement	1,599,172	-	-	-	-
Designated for police purchases	21,766	-	-	-	-
Designated for community relations	35,700	-	-	-	-
Designated for capital outlay	-	-	-	15,381,618	-
Designated for County IGA	-	-	-	1,593,716	-
Undesignated	7,942,901	3,743,643	4,096,549	1,947,374	-
Net assets					
Held in trust for pension benefits	-	-	-	-	-
Total Equity and Other Credits	11,904,771	3,773,232	4,096,549	18,922,708	36,983,355
Total Liabilities, Equity and Other Credits	\$ 13,136,612	\$ 4,199,145	\$ 17,509,471	\$ 20,182,775	\$ 43,911,964

The accompanying notes to financial statements are an integral part of this statement.

Fiduciary Fund Type	Account Groups	
	Trust	General Fixed Assets General Long-term Debt
\$ 312,192	\$ -	\$ -
-	-	-
-	-	-
-	-	-
4	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	70,740,124	-
-	-	4,096,549
-	-	58,480,388
<u>\$ 312,196</u>	<u>\$ 70,740,124</u>	<u>\$ 62,576,937</u>
\$ 2,426	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	1,231,137
-	-	11,210,000
-	-	4,050,000
-	-	40,815,800
-	-	5,270,000
<u>2,426</u>	<u>-</u>	<u>62,576,937</u>
-	70,740,124	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
309,770	-	-
<u>309,770</u>	<u>70,740,124</u>	<u>-</u>
<u>\$ 312,196</u>	<u>\$ 70,740,124</u>	<u>\$ 62,576,937</u>

The accompanying notes to financial statements are an integral part of this statement.

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CITY OF GOODYEAR, ARIZONA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
 YEAR ENDED JUNE 30, 2002

	General	Special Revenue	Debt Service	Capital Projects
Revenues				
Taxes	\$ 15,164,344	\$ 37,882	\$ 2,291,582	\$ -
Intergovernmental	4,227,706	1,791,336	-	2,423,762
Fines and forfeitures	288,301	-	-	-
Licenses and permits	2,729,164	-	-	-
Charges for services	1,621,233	-	-	-
Rents and royalties	18,391	-	-	-
Contributions and donations	4,385	120,826	-	-
Participation by others	-	150,030	79,357	1,613,339
Special assessments	-	-	1,446,388	-
Impact fees	-	1,946,971	-	-
Interest	74,124	105,122	123,689	558,994
Other	1,637,975	230,108	-	935,189
Total Revenues	<u>25,765,623</u>	<u>4,382,275</u>	<u>3,941,016</u>	<u>5,531,284</u>
Expenditures				
Current				
General government	8,004,614	260,486	-	-
Community development	767,620	44,665	-	-
Highways and streets	-	3,764,721	-	-
Public safety	9,912,385	36,404	-	-
Public works	2,967,970	-	-	-
Culture and recreation	1,504,652	-	-	-
Capital outlay	-	-	-	15,747,085
Debt service				
Principal retirement	-	-	2,324,200	-
Interest and fiscal charges	-	-	3,152,550	-
Total Expenditures	<u>23,157,241</u>	<u>4,106,276</u>	<u>5,476,750</u>	<u>15,747,085</u>
Excess of revenues over (under) expenditures	<u>2,608,382</u>	<u>275,999</u>	<u>(1,535,734)</u>	<u>(10,215,801)</u>
Other financing sources (uses)				
Operating transfers in	1,459,801	1,474,044	1,828,204	3,037,729
Operating transfers out	(4,254,727)	(950,591)	-	(625,760)
Proceeds from sale of bonds	4,215,113	-	-	863,802
Total other financing sources (uses)	<u>1,420,187</u>	<u>523,453</u>	<u>1,828,204</u>	<u>3,275,771</u>
Excess of revenues and other sources over (under) expenditures and other uses	4,028,569	799,452	292,470	(6,940,030)
Fund balance, beginning of year	<u>7,876,202</u>	<u>2,973,780</u>	<u>3,804,079</u>	<u>25,862,738</u>
Fund balance, end of year	<u>\$ 11,904,771</u>	<u>\$ 3,773,232</u>	<u>\$ 4,096,549</u>	<u>\$ 18,922,708</u>

The accompanying notes to financial statements are an integral part of this statement.

CITY OF GOODYEAR, ARIZONA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - ALL PRIMARY GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 2002

	General			Special Revenue		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues						
Taxes	\$ 15,375,853	\$ 15,164,344	\$ (211,509)	\$ -	\$ -	\$ -
Intergovernmental	4,213,141	4,227,706	14,565	1,374,600	1,791,336	416,736
Fines and forfeitures	365,000	288,301	(76,699)	-	-	-
Licenses and permits	2,756,681	2,729,164	(27,517)	-	-	-
Charges for services	1,784,600	1,621,233	(163,367)	-	-	-
Rents and royalties	28,600	18,391	(10,209)	-	-	-
Contributions and donations	-	4,385	4,385	-	120,826	120,826
Participation by others	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Impact fees	-	-	-	1,661,700	1,946,971	285,271
Interest	300,000	74,124	(225,876)	-	87,552	87,552
Other	1,299,719	1,637,975	338,256	-	205,017	205,017
Total Revenues	<u>26,123,594</u>	<u>25,765,623</u>	<u>(357,971)</u>	<u>3,036,300</u>	<u>4,151,702</u>	<u>1,115,402</u>
Expenditures						
Current						
General government	13,862,570	8,004,614	5,857,956	-	-	-
Community development	1,004,956	767,620	237,336	-	44,665	(44,665)
Highways and streets	-	-	-	3,450,032	3,764,721	(314,689)
Public safety	12,206,930	9,912,385	2,294,545	50,000	36,404	13,596
Public works	2,751,192	2,967,970	(216,778)	-	-	-
Culture and recreation	1,982,259	1,504,652	477,607	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total Expenditures	<u>31,807,907</u>	<u>23,157,241</u>	<u>8,650,666</u>	<u>3,500,032</u>	<u>3,845,790</u>	<u>(345,758)</u>
Excess of revenues over (under) expenditures	<u>(5,684,313)</u>	<u>2,608,382</u>	<u>8,292,695</u>	<u>(463,732)</u>	<u>305,912</u>	<u>769,644</u>
Other financing sources (uses)						
Operating transfers in	-	1,459,801	1,459,801	1,846,653	1,474,044	(372,609)
Operating transfers out	(2,597,361)	(4,254,727)	(1,657,366)	(1,661,700)	(950,591)	711,109
Proceeds from sale of bonds	-	4,215,113	4,215,113	-	-	-
Total other financing sources (uses)	<u>(2,597,361)</u>	<u>1,420,187</u>	<u>4,017,548</u>	<u>184,953</u>	<u>523,453</u>	<u>338,500</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>(8,281,674)</u>	<u>4,028,569</u>	<u>12,310,243</u>	<u>(278,779)</u>	<u>829,365</u>	<u>1,108,144</u>
Fund balance, beginning of year	<u>9,585,076</u>	<u>7,876,202</u>	<u>(1,708,874)</u>	<u>284,029</u>	<u>2,336,180</u>	<u>2,052,151</u>
Fund balance, end of year	<u>\$ 1,303,402</u>	<u>\$ 11,904,771</u>	<u>\$ 10,601,369</u>	<u>\$ 5,250</u>	<u>\$ 3,165,545</u>	<u>\$ 3,160,295</u>

The accompanying notes to financial statements are an integral part of this statement.

Debt Service			Capital Projects		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 1,008,444	\$ 1,012,748	\$ 4,304	\$ -	\$ -	\$ -
-	-	-	3,037,900	2,423,762	(614,138)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,600,000	1,613,339	13,339
-	-	-	40,000,000	-	(40,000,000)
-	-	-	-	-	-
-	2,730	2,730	250,000	203,089	(46,911)
-	-	-	1,750,000	10,046	(1,739,954)
<u>1,008,444</u>	<u>1,015,478</u>	<u>7,034</u>	<u>46,637,900</u>	<u>4,250,236</u>	<u>(42,387,664)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	69,024,015	8,787,076	60,236,939
938,010	1,685,000	(746,990)	-	-	-
748,676	1,028,130	(279,454)	-	-	-
<u>1,686,686</u>	<u>2,713,130</u>	<u>(1,026,444)</u>	<u>69,024,015</u>	<u>8,787,076</u>	<u>60,236,939</u>
<u>(678,242)</u>	<u>(1,697,652)</u>	<u>(1,019,410)</u>	<u>(22,386,115)</u>	<u>(4,536,840)</u>	<u>17,849,275</u>
678,242	1,697,652	1,019,410	4,595,165	3,037,729	(1,557,436)
-	-	-	-	(495,208)	(495,208)
-	-	-	8,806,424	93,802	(8,712,622)
<u>678,242</u>	<u>1,697,652</u>	<u>1,019,410</u>	<u>13,401,589</u>	<u>2,636,323</u>	<u>(10,765,266)</u>
-	-	-	(8,984,526)	(1,900,517)	7,084,009
-	-	-	8,984,526	5,441,607	(3,542,919)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,541,090</u>	<u>\$ 3,541,090</u>

The accompanying notes to financial statements are an integral part of this statement.

CITY OF GOODYEAR, ARIZONA
 COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES
 IN RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES
 YEAR ENDED JUNE 30, 2002

	Proprietary Fund Type
	<u>Enterprise</u>
Operating revenues	
Charges for sales and services	\$ 7,250,676
Total operating revenues	<u>7,250,676</u>
Operating expenses	
Costs of sales and services	7,355,688
Depreciation	<u>1,293,094</u>
Total operating expenses	<u>8,648,782</u>
Operating income (loss)	<u>(1,398,106)</u>
Nonoperating revenues (expenses)	
Intergovernmental	70,073
Development fees	3,401,320
Interest revenue	212,305
Interest expense	(209,054)
Special projects	(27,208)
Bond issuance costs	(4,636)
Other	<u>76,713</u>
Total nonoperating revenues (expenses)	<u>3,519,513</u>
Income before operating transfers	<u>2,121,407</u>
Operating transfers	
Operating transfers out	<u>(1,968,700)</u>
Total operating transfers	<u>(1,968,700)</u>
Net income	152,707
Add depreciation on fixed assets acquired through contributed capital	<u>228,896</u>
Increase in retained earnings	381,603
Retained earnings, beginning of year	<u>7,077,450</u>
Retained earnings, end of year	<u>\$ 7,459,053</u>

The accompanying notes to financial statements are an integral part of this statement.

CITY OF GOODYEAR, ARIZONA
STATEMENT OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUND
FOR THE YEAR ENDED JUNE 30, 2002

	Pension Trust
Additions	
Contributions	
Employer	\$ 1,703
Plan Member	<u>857</u>
Total Contributions	<u>2,560</u>
Investment income	
Net appreciation (depreciation) in fair value of investments	(26,469)
Interest	<u>28</u>
Net Investment Income	<u>(26,441)</u>
Total additions	<u>(23,881)</u>
Deductions	
Benefits	<u>14,404</u>
Total deductions	<u>14,404</u>
Net increase (decrease)	(38,285)
Net assets held in trust for pension benefits	
Beginning of year	<u>348,055</u>
End of year	<u>\$ 309,770</u>

The accompanying notes to financial statements are an integral part of this statement.

CITY OF GOODYEAR, ARIZONA
COMBINED STATEMENT OF CASH FLOWS -
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
YEAR ENDED JUNE 30, 2002

	Proprietary Fund Type	Fiduciary Fund Type
	Enterprise	Pension Trust
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		
Cash flows from operating activities		
Cash received from customers	\$ 7,007,487	\$ -
Cash payments to employees for services	(1,331,447)	(11,978)
Cash payments to suppliers for goods/services	(5,519,925)	-
Other revenues	76,713	-
Customer deposits received	27,550	-
Cash received from contributions	-	2,560
Net cash provided (used) by operating activities	<u>260,378</u>	<u>(9,418)</u>
Cash flows from non-capital financing activities		
Cash received/(paid) from/(to) other funds for interfund borrowing	1,022,304	-
Operating transfers out	(1,968,700)	-
Net cash provided (used) for non-capital financing activities	<u>(946,396)</u>	<u>-</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	(8,042,038)	-
Grants	70,073	-
Development Fees	3,307,742	-
Special projects	(27,208)	-
Net cash provided (used) for capital and related financing activities	<u>(4,691,431)</u>	<u>-</u>
Cash flows from investing activities		
Interest	230,054	32
Net appreciation (depreciation) in fair value of investments	-	(26,469)
Net cash provided by investing activities	<u>230,054</u>	<u>(26,437)</u>
Net increase (decrease) in cash and cash equivalents	(5,147,395)	(35,855)
Cash and cash equivalents at beginning of year	<u>5,937,644</u>	<u>348,047</u>
Cash and cash equivalents at end of year	<u>\$ 790,249</u>	<u>\$ 312,192</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE BALANCE SHEET		
Cash and investments per the balance sheet	\$ 321,132	\$ 312,192
Restricted assets	469,117	-
Total	<u>\$ 790,249</u>	<u>\$ 312,192</u>

(Continued)

The accompanying notes to financial statements are an integral part of this statement.

CITY OF GOODYEAR, ARIZONA
COMBINED STATEMENT OF CASH FLOWS -
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
YEAR ENDED JUNE 30, 2002

(Concluded)	Proprietary Fund Type	Fiduciary Fund Type
	Enterprise	Pension Trust
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	\$ (1,398,106)	\$ (11,844)
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	1,293,094	-
Other revenues	76,713	-
(Increase) decrease in operating assets		
Accounts receivable	(243,189)	-
Increase (decrease) in operating liabilities		
Accounts payable	485,889	2,426
Accrued payroll	4,146	-
Customer deposits	27,550	-
Compensated absences payable	14,281	-
Net cash provided (used) by operating activities	<u>\$ 260,378</u>	<u>\$ (9,418)</u>

NON-CASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Bond issuance costs of \$4,636 and bond premiums of \$2,621 were amortized during the fiscal year 2001-02.

The accompanying notes to financial statements are an integral part of this statement.

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CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Goodyear, Arizona (City) conform to U.S. generally accepted accounting principles as applicable to governmental units. The more significant of the City's accounting policies are described below.

A. Reporting Entity

In evaluating how to define the City, for financial reporting purposes, management has identified component units. The decision to include component units in the reporting entity has been made by applying criteria set forth in U.S. generally accepted accounting principles. Generally, component units are legally separate organizations for which the elected officials of the primary government (i.e., the City) are financially accountable. The primary government is financially accountable for a potential component unit if it: appoints a voting majority of the potential component unit's governing body; and, either is able to impose its will on the potential component unit or there is a possibility of the potential component unit to provide specific financial benefits to, or impose specific financial burdens on the primary government. In addition, a primary government may be financially accountable for a potential component unit even though the potential component unit may have a separately elected governing board, a board appointed by another government, or a jointly appointed board if the potential component unit is fiscally dependent on the primary government (e.g., the primary government must approve the potential component unit's budget, tax rates, etc.). Blended component units, although legally separate entities, are part of the government's operations and so data from these units are combined with data of the primary government. Each blended component unit has a June 30 year end. The following is a brief review of the component units included in defining the City's reporting entity.

City of Goodyear, Arizona Community Facilities Districts - The Goodyear Community Facilities General District No. 1, Goodyear Community Facilities Utilities District No. 1, Wildflower Ranch Community Facilities General District No. 1, Wildflower Ranch Community Facilities General District No. 2, Estrella Mountain Ranch Community Facilities District No. 1, Cottonflower Community Facilities District, Centerra Community Facilities District, and Cortina Community Facilities District were formed for the purpose of acquiring and improving public infrastructure in specified land areas. As special purpose districts and separate political subdivisions under the Arizona Constitution, the Districts can levy taxes and issue bonds independently of the City. Property owners in the designated areas are assessed for District taxes and thus for the costs of operating the Districts. The City Council serves as the Board of Directors; however, the City has no liability for the Districts' debt. For financial reporting purposes, transactions of the Districts are combined together and included as if they were part of the City's operations.

Separate financial statements of the Districts may be obtained at the City's finance department.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into generic fund types and broad categories as follows:

1. Governmental Funds - account for the City's general government activities using the current financial resources measurement focus and include the following fund types.

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds - The Debt Service Funds account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs and certain special assessment projects.

Capital Projects Funds - The Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

2. Account Groups are used to establish accounting control and accountability for certain City assets and liabilities that are not recorded in the funds and include the following two groups.

General Fixed Assets - The General Fixed Assets Account Group accounts for the fixed assets of the City other than those accounted for in the Proprietary Funds.

General Long-term Debt - The General Long-term Debt Account Group accounts for the unmatured principal balances of bonds and other long-term debt not reported in Proprietary Funds.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

3. Proprietary Funds account for the City's ongoing activities that are similar to those found in the private sector using the flow of economic resources measurement focus. The City applies only those applicable FASB Statements and interpretations, APB opinions, and ARBs issued on or before November 30, 1989, to its proprietary activities unless those pronouncements conflict with or contradict GASB pronouncements.

Enterprise Funds - The Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises--where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

4. Fiduciary Funds account for assets held by the City on behalf of others and include the following fund types.

Pension Trust Fund - The Pension Trust Fund is used to account for the City's Volunteer Firefighters' Relief and Pension Fund, a defined contribution plan for which the assets of are held by the City in a trustee capacity. Contributions are made by the City as well as the City's volunteer firefighters. Pension Trust Funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with the activity are included on their balance sheets. The measurement focus is upon the determination of net income, financial position and changes in financial position.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

Governmental Trust Funds are accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and available to finance expenditures of the current period. Expenditures are recognized when the related fund liability is incurred, except for principal and interest on general long-term debt that are recognized when due.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Those revenues susceptible to accrual are intergovernmental grants and appropriations, franchise taxes, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year end on behalf of the government also are recognized as revenue. Fines, permits and other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

Proprietary and Pension Trust Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Interest on bonds, proceeds of which are used in financing the construction of certain assets, is capitalized during the construction period net of interest on the investment of unexpended bond proceeds.

D. Budgetary Accounting

The City Council follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In accordance with Arizona Revised Statutes, the City Manager submits a proposed budget for the fiscal year commencing the following July 1 to the City Council. The operating budget includes proposed expenditures and the means of financing them for the upcoming year.
2. Public hearings are conducted to obtain taxpayer comment.
3. Prior to the third Monday in August, the expenditure limitation for the City is legally enacted through passage of an ordinance. To ensure compliance with the expenditure limitation, a uniform expenditure report must be filed with the State each year. This report, issued under a separate cover, reconciles total City expenditures from the audited financial statements to total expenditures for reporting in accordance with the State's uniform expenditure reporting system (A.R.S. §41-1279.07).
4. Expenditures may not legally exceed the expenditure limitation of all fund types as a whole. For management purposes, the City adopts a budget by department for the General Fund and in total by fund for other funds. The Mayor, subject to City Council approval, may at any time transfer any unencumbered appropriation balance or portion thereof between a department or activity, except for the contingency line item. The adopted budget cannot be amended in any way without City Council approval.
5. Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Debt Service and Capital Projects Funds on essentially the same modified accrual basis of accounting used to record actual revenues and expenditures.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

The City is subject to the State of Arizona's Spending Limitation Law for Towns and Cities. This law does not permit the City to spend more than budgeted revenues plus the carry-over unrestricted cash balance from the prior fiscal year. The limitation is applied to the total of the combined funds. The City complied with this law during the year.

No supplementary budgetary appropriations were necessary during the year.

Encumbrances - Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded to reserve that portion of the applicable fund balance, is employed in the General and Special Revenue Funds. Encumbrances outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

All appropriations lapse at year-end.

E. Cash Equivalents

Cash equivalents consist of short-term, highly liquid investments that are both (a) readily convertible to known amounts of cash; and (b) so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Generally, only investments with original maturities of three months or less meet this definition.

F. Investments

Investments in securities are stated at fair value in accordance with GASB Statement No. 31.

G. Short-term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

H. Inventory of Supplies

Such inventories consist of expendable supplies held for consumption and are recorded as expenditures when consumed rather than when purchased. Inventories of the General and Special Revenue Funds are stated at cost using the first-in, first-out method.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

I. Prepaid items

Payments made to vendors for services that will benefit periods beyond June 30, 2002 are recorded as prepaid items using the consumption method.

J. Restricted Assets

Certain proceeds of the City's bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

K. Property, Plant and Equipment

Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group. Property, plant and equipment acquired or constructed for general governmental operations are recorded at the time of purchase as expenditures in the funds from which the expenditures were made. In fiscal year 1998-99, the City began recording the costs of public domain (infrastructure) assets, consisting of roads and sidewalks, etc.

Property, plant and equipment acquired for proprietary funds is capitalized in the respective funds to which it applies.

Property, plant and equipment is recorded at historical cost, or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated.

Assets in the general fixed assets account group are not depreciated. Depreciation of buildings, equipment and vehicles in the proprietary fund types is computed using the straight-line method.

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest capitalized was calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest earned on invested proceeds over the same period.

L. Fund Equity

The unreserved fund balances for governmental funds represent the amount available for budgeting future operations. The reserved fund balances for governmental funds represent the amount that has been legally identified for specific purposes. Unreserved retained earnings for proprietary funds represent the net assets available for future operations or distribution.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

M. Compensated Absences

The City accrues vested or accumulated compensated absences in governmental fund types for the amount expected to be liquidated with expendable financial resources. Because no compensated absences of the governmental fund types are expected to be liquidated with expendable financial resources, the total liability is recorded in the General Long-term Debt Account Group. Proprietary funds accrue compensated absences in the period for which they are incurred.

N. Deferred Revenue

As sources of revenue become measurable, even though not currently available, they are recorded as a current asset and deferred revenue. When the sources of revenue become available for use, they are recognized as revenue.

O. Property Tax Revenues

Property tax revenues are recognized as revenues in the fiscal year they are levied and collected or if they are collected within 60 days subsequent to fiscal year-end. Property taxes not collected within 60 days subsequent to fiscal year-end or collected in advance of the fiscal year for which they are levied, are reported as deferred revenues.

The County levies real property taxes on or before the third Monday in August that become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day of November. The second installment is due on the first day of March of the next year and becomes delinquent after the first business day of May.

The County also levies various personal property taxes during the year that are due the second Monday of the month following receipt of the tax notice and become delinquent 30 days thereafter.

However, a lien against real and personal property assessed attaches on the first day of January preceding assessment and levy thereof.

P. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concl'd)

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Expenditures exceeded the adopted budget in the following funds:

<u>Fund</u>	<u>Amount of Overexpenditure</u>
General Fund:	
City manager	\$ 111,983
Economic development	18,429
Community facilities districts	3,711
CFD contractual expense	30,995
Fleet services	151,443
Engineering	419,715
Special Revenue Funds:	
HURF fund	148,883
General government impact fees	44,665
Fire impact fees	49,163
Police impact fees	28,659
Transportation impact fees	87,984
Debt Service Funds:	
Goodyear debt service fund	1,026,444

Cash or fund balance was available to meet all of the overexpenditures listed above.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 3 - CASH AND INVESTMENTS

Cash and investments at June 30, 2002 consist of the following:

Cash on hand	\$ 1,815
Cash in bank	2,271,360
Cash on deposit with trustee	15,349,998
State Treasurer's investment pool	18,854,525
Mutual funds (Pension Trust Fund)	304,422
Repurchase Agreement	<u>667,000</u>
Total cash and investments	37,449,120
Restricted assets	<u>(469,117)</u>
Total cash and investments on the combined balance sheet	<u>\$ 36,980,003</u>

Deposits

The carrying amount of the total cash in bank was \$2,271,360, and the bank balance was \$3,027,298. Of the bank balance, \$154,661 was covered by federal depository insurance with the remaining balance at the bank of \$2,872,637 being covered by collateral held by the pledging bank's trust department in the City's name.

Investments

The City Code authorizes the City to invest in obligations of the United States Treasury and United States Agencies, certificates of deposit in eligible depositories, repurchase agreements, or any obligations guaranteed by the United States of America or any of its agencies. The City is also empowered to invest, by resolution, in the State of Arizona Local Government Investment Pool.

The City's investments in the State Treasurer's investment pool represents shares in the pool's portfolio. The shares are not identified with specific investments and are not subject to custodial credit risk. All other investments were insured or registered in the City's name, or were held by the City or its agent in the City's name.

The City's investments at June 30, 2002 consisted of the following:

	<u>Carrying Amount</u>	<u>Fair Value</u>
Repurchase Agreement	\$ 667,000	\$ 667,000
Investment in State Treasurer's investment pool	18,854,525	18,854,525
Pension Trust mutual funds	<u>304,422</u>	<u>304,422</u>
Total	<u>\$ 19,825,947</u>	<u>\$ 19,825,947</u>

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 4 - RESTRICTED ASSETS

Restricted assets at June 30, 2002, consisted of the following:

Revenue bond future debt service	\$ 396,467
Customer deposits	<u>72,650</u>
Total	<u>\$ 469,117</u>

NOTE 5 - PROPERTY TAXES RECEIVABLE

Property taxes receivable consist of uncollected property taxes as determined from the records of the County Treasurer's Office, and at June 30, 2002, were as follows.

<u>Year</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>
2002 and prior	<u>\$ 62,977</u>	<u>\$ 5,144</u>	<u>\$ 54,402</u>

That portion of property taxes receivable not collected within 60 days after June 30, 2002, has been deferred and, consequently, is not included in current year revenues.

NOTE 6 - CHANGES IN GENERAL FIXED ASSETS

A summary of the changes in general fixed assets follows.

	<u>Balance July 1, 2001</u>	<u>Additions</u>	<u>Completed Construction</u>	<u>Balance June 30, 2002</u>
Land and land improvements	\$ 1,771,094	\$ 73,422	\$ -0-	\$ 1,844,516
Buildings	11,851,315	3,139,735	100,000	15,091,050
Equipment	12,195,929	3,111,293	-0-	15,307,222
Parks landscaping	478,065	-0-	-0-	478,065
Fire hydrants	43,822	-0-	-0-	43,822
Storm drains	111,294	-0-	-0-	111,294
Other	303,391	-0-	-0-	303,391
Community facilities districts	13,583,437	6,821,315	-0-	20,404,752
Streets	8,289,503	4,766,509	-0-	13,056,012
CIP	<u>4,200,000</u>	<u>-0-</u>	<u>(100,000)</u>	<u>4,100,000</u>
Total	<u>\$ 52,827,850</u>	<u>\$ 17,912,274</u>	<u>\$ -0-</u>	<u>\$ 70,740,124</u>

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 7 - PROPRIETARY FUND FIXED ASSETS

The following is a summary of proprietary fund fixed assets at June 30, 2002:

Water system	
Wells, pumps and tanks	\$ 7,663,500
Water rights	939,143
Water mains	8,973,037
Meters	240,331
Water resource study	160,212
Sarival water system	264,146
Sewer system	
Sewer lines	14,926,689
Wastewater disposal plant and outfall sewers	11,753,940
Interceptor sewer lines	516,049
Deferred sewer costs	69,253
SAT Pilot Test	1,022,341
Sanitation tools and equipment	385,006
Sanitation	57,002
Laboratory equipment	49,455
Other equipment	1,431,982
Furniture and fixtures	80,924
Construction in progress	3,847,667
Accumulated depreciation	<u>(10,445,006)</u>
Net fixed assets	<u>\$ 41,935,671</u>

Water rights at June 30, 2002 consisted of the following:

<u>Name</u>	<u>Acre Feet</u>
Central Arizona Project	3,381
Long-term storage credits	<u>68,311</u>
Total	<u>71,692</u>

The following estimated useful lives are used to compute depreciation:

Wells, pump and tanks	25 years
Water mains	50 years
Water meters	20 years
Sewer lines	50 years
Wastewater disposal plant and outfall sewers	50 years
Interceptor sewer lines	50 years
Furniture and fixtures	5 years
Equipment	3-10 years

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 8 - GREATER ARIZONA DEVELOPMENT AUTHORITY (GADA) LOAN PAYABLE

The City received a loan from the Greater Arizona Development Authority for fire facilities and street and highway improvements. Principal and interest requirements at June 30, 2002, were as follows:

<u>Description</u>	<u>Interest Rates(%)</u>	<u>Maturity</u>	<u>Outstanding Principal July 1, 2001</u>	<u>Issues</u>	<u>Retirements</u>	<u>Outstanding Principal June 30, 2002</u>
Loan payable	3.35-4.672	8/1/01-13	<u>\$ 5,620,000</u>	<u>\$ -0-</u>	<u>\$ (350,000)</u>	<u>\$ 5,270,000</u>

The loan payable debt service requirements to maturity, including \$1,516,673 of interest, are as follows:

Year ending June 30:

2003	\$ 618,843
2004	617,280
2005	614,567
2006	616,742
2007	618,702
Thereafter	<u>3,700,539</u>
	<u>\$ 6,786,673</u>

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 9 - GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at June 30, 2002 consisted of the outstanding general obligation bonds presented below. The bonds are generally callable with interest payable semiannually. Of the total amounts originally authorized, \$54,340,000 remains unissued. Principal and interest requirements at June 30, 2002, were as follows.

<u>Description</u>	<u>Interest Rates(%)</u>	<u>Maturity</u>	<u>Outstanding Principal July 1, 2001</u>	<u>Retirements</u>	<u>Outstanding Principal June 30, 2002</u>
General Obligation Bonds					
Series 1991	6.25-8.0	7/1/02-03	\$ 1,150,000	\$ (550,000)	\$ 600,000
General Obligation Bonds					
Series 1991B	6.25-7.75	7/1/02-06	2,300,000	(100,000)	2,200,000
General Obligation Bonds					
Project of 1988,					
Series 1992	6.0-8.0	7/1/04-08	1,200,000	-0-	1,200,000
General Obligation Bonds					
Series 1998	4.00-6.0	7/1/02-13	<u>7,620,000</u>	<u>(410,000)</u>	<u>7,210,000</u>
			<u>\$ 12,270,000</u>	<u>\$ (1,060,000)</u>	<u>\$ 11,210,000</u>

General obligation bond debt service requirements to maturity, including \$3,147,059 of interest, are as follows:

Year ending June 30:

2003	\$ 1,728,044
2004	1,539,394
2005	1,560,038
2006	1,535,888
2007	1,503,738
Thereafter	<u>6,489,957</u>
	<u>\$ 14,357,059</u>

Legal Debt Limit - General obligation bonded indebtedness for general municipal purposes cannot exceed 6 percent of the assessed value of the taxable property for secondary property tax purposes; for water, sewer, artificial light, parks, preserves and recreational facilities, general obligation bonded indebtedness cannot exceed 20 percent of the assessed value of the taxable property for secondary property tax purposes. At June 30, 2002 the legal general obligation bond debt limits of the City were \$10,464,297 and \$34,880,990, respectively.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 10 - REVENUE BONDS PAYABLE

Bonds payable at June 30, 2002 consisted of the outstanding revenue bonds presented below. The bonds are generally callable with interest payable semiannually. Principal and interest requirements at June 30, 2002, were as follows.

<u>Description</u>	<u>Interest Rates(%)</u>	<u>Maturity</u>	<u>Outstanding Principal July 1, 2001</u>	<u>Issues</u>	<u>Retirements</u>	<u>Outstanding Principal June 30, 2002</u>
General Long-term Debt Account Group						
Street and Highway User Revenue Bonds Project of 1984 (1988)	7.125-8.3	7/1/02	\$ 60,000	\$ -0-	\$ (60,000)	\$ -0-
Public Improvement Corporation, Municipal Facilities Revenue Bonds, Series 2002	4.0-6.0	7/1/02-24	<u>-0-</u>	<u>4,265,000</u>	<u>(215,000)</u>	<u>4,050,000</u>
			<u>\$ 60,000</u>	<u>\$ 4,265,000</u>	<u>\$ (275,000)</u>	<u>\$ 4,050,000</u>
<u>Description</u>	<u>Interest Rates(%)</u>	<u>Maturity</u>	<u>Outstanding Principal July 1, 2001</u>	<u>Issues</u>	<u>Retirements</u>	<u>Outstanding Principal June 30, 2002</u>
Enterprise Funds						
Water and Sewer Revenue Bonds, Series 1999	4.78-7.35	7/1/04-18	\$ 2,985,000	\$ -0-	\$ -0-	\$ 2,985,000
Add: unamortized premium			<u>44,552</u>	<u>-0-</u>	<u>(2,621)</u>	<u>41,931</u>
			<u>\$ 3,029,552</u>	<u>\$ -0-</u>	<u>\$ (2,621)</u>	<u>\$ 3,026,931</u>

Revenue bond debt service requirements to maturity, including \$2,141,795 and \$2,640,000 respectively, of interest and net of the premium are as follows:

	<u>General Long- Term Debt</u>	<u>Enterprise Funds</u>
Year ending June 30:		
2003	\$ 324,585	\$ -0-
2004	321,785	200,000
2005	323,685	200,000
2006	324,985	200,000
2007	325,685	200,000
Thereafter	<u>4,571,070</u>	<u>4,825,000</u>
	<u>\$ 6,191,795</u>	<u>\$ 5,625,000</u>

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 11 - COMMUNITY FACILITIES DISTRICT BONDS PAYABLE

Bonds payable at June 30, 2002 consisted of the outstanding general obligation and special assessment bonds presented below. The bonds are generally callable with interest payable semiannually. Principal and interest requirements at June 30, 2002, were as follows.

<u>Description</u>	<u>Interest Rates(%)</u>	<u>Maturity</u>	<u>Outstanding Principal July 1, 2001</u>	<u>Issues/ (Retirements)</u>	<u>Outstanding Principal June 30, 2002</u>
General District No. 1 General Obligation Bonds, Series 1994	7.5	7/15/01-09	\$ 175,000	\$ (15,000)	\$ 160,000
General District No. 1 General Obligation Bonds, Series 1996 (A)	6.5-7.0	7/15/10-21	500,000	-0-	500,000
General District No. 1 General Obligation Bonds, Series 1998	4.55-5.25	7/15/03-23	2,150,000	-0-	2,150,000
General District No. 1 General Obligation Bonds, Series 2000	4.6-5.3	7/15/06-25	5,725,000	-0-	5,725,000
General District No. 1 District Assessment Bonds, Series 1996 (C)	6.75-7.25	7/01/05-16	5,776,000	(340,000)	5,436,000
General District No. 1 District Assessment Bonds, Series 1994	7.5	7/01/02-06	431,000	(95,000)	336,000
Utilities District No. 1 General Obligation Bonds, Series 1994	7.0	7/15/01	25,000	(25,000)	-0-
Utilities District No. 1 General Obligation Bonds, Series 1996 (B)	6.4-7.0	7/15/02-21	1,470,000	-0-	1,470,000
Utilities District No. 1 General Obligation Bonds, Series 1998	4.55-5.25	7/15/03-23	6,975,000	-0-	6,975,000

Continued

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 11 - COMMUNITY FACILITIES DISTRICT BONDS PAYABLE (Concl'd)

<u>Description</u>	<u>Interest Rates(%)</u>	<u>Maturity</u>	<u>Outstanding Principal July 1, 2001</u>	<u>Issues/ (Retirements)</u>	<u>Outstanding Principal June 30, 2002</u>
Utilities District No. 1 General Obligation Bonds, Series 2000	4.7-5.2	7/15/06-25	\$ 7,075,000	\$ -0-	\$ 7,075,000
Wildflower Ranch District No. 1 General Obligation Bonds, Series 1997	5.875-6.5	7/15/01-22	635,000	(15,000)	620,000
Wildflower Ranch District No. 1 General Obligation Bonds, Series 1998	5.2-5.75	7/15/01-23	740,000	(15,000)	725,000
Wildflower Ranch District No. 2 General Obligation Bonds, Series 2000	6.0-7.0	7/15/02-25	720,000	-0-	720,000
Wildflower Ranch District No. 2 General Obligation Bonds, Series 2001	4.5-5.9	7/15/03-26	-0-	770,000	770,000
Estrella Mountain Ranch General Obligation Bonds, Series 2001	8.0	7/15/01-25	200,000	(11,200)	188,800
Estrella Mountain Ranch District Assessment Bonds, Series 2001 (A)	7.875	7/1/02-25	<u>8,088,000</u>	<u>(123,000)</u>	<u>7,965,000</u>
			<u>\$ 40,685,000</u>	<u>\$ 130,800</u>	<u>\$ 40,815,800</u>

Community Facility Districts debt service requirements to maturity, including \$34,706,295 of interest, are as follows:

Year ending June 30:

2003	\$ 2,833,663
2004	3,070,642
2005	3,266,259
2006	3,142,836
2007	3,357,040
Thereafter	<u>59,851,655</u>
	<u>\$ 75,522,095</u>

Legal Debt Limit - General obligation bonded indebtedness for the Districts cannot exceed 60 percent of the market value of the property in the Districts after the infrastructure is completed plus the value of the infrastructure improvements made.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 12 - COMPENSATED ABSENCES

The liability for vested compensated absences is recorded in the General Long-term Debt Account Group. A summary of changes in liabilities for compensated absences for the year ended June 30, 2002, follows.

	<u>Vacation</u>	<u>Sick Leave</u>	<u>Total</u>
Balance at July 1, 2001	\$ 574,645	\$ 438,420	\$ 1,013,065
Current year increase in liabilities for compensated absences	<u>116,391</u>	<u>101,681</u>	<u>218,072</u>
Balance at June 30, 2002	<u>\$ 691,036</u>	<u>\$ 540,101</u>	<u>\$ 1,231,137</u>

NOTE 13 - INTERFUND RECEIVABLES AND PAYABLES

As of June 30, 2002, interfund receivables and payables that resulted from various interfund transactions were as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 1,309,453	\$ -0-
Special Revenue Funds:		
General Government Impact Fees	-0-	112
Enterprise Funds:		
Water and Sewer Fund	<u>-0-</u>	<u>1,309,341</u>
	<u>\$ 1,309,453</u>	<u>\$ 1,309,453</u>

NOTE 14 - CONTRIBUTED CAPITAL

During the year, contributed capital changed by the following amounts:

	<u>Water and Sewer Fund</u>	<u>Sanitation Fund</u>	<u>Total</u>
Contributed capital, July 1, 2001	\$ 29,753,198	\$ -0-	\$ 29,753,198
Current year decreases:			
Depreciation of fixed assets acquired through contributed capital	<u>(228,896)</u>	<u>-0-</u>	<u>(228,896)</u>
Contributed capital, June 30, 2002	<u>\$ 29,524,302</u>	<u>\$ -0-</u>	<u>\$ 29,524,302</u>

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 15 - SEGMENT INFORMATION - ENTERPRISE FUNDS

The City maintains two enterprise funds which account for the operation of the City's water and sewer utilities and sanitation. Segment information for the year ended June 30, 2002 was as follows.

	Water and Sewer <u>Utility</u>	Sanitation <u>Utility</u>	<u>Total</u>
Operating revenues	\$ 5,637,126	\$ 1,613,550	\$ 7,250,676
Depreciation	1,203,778	89,316	1,293,094
Operating income (loss)	(1,522,261)	124,155	(1,398,106)
Operating transfers in	-0-	-0-	-0-
Operating transfers out	(1,568,700)	(400,000)	(1,968,700)
Net income (loss)	339,202	(186,495)	152,707
Fixed assets additions	7,923,550	118,488	8,042,038
Cash and equivalents	469,117	321,132	790,249
Total assets	43,124,901	787,063	43,911,964
Total liabilities	6,778,450	150,159	6,928,609
Total equity	36,346,451	636,904	36,983,355

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING

An appropriated budget for the community facilities districts was not prepared. The following summaries are useful to reconcile the Combined Statement of Revenues, Expenditures and Changes in Fund Balances to the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:

	<u>Special Revenue Funds</u>			
	<u>Total</u>	<u>Total</u>	Other <u>Financing</u>	Fund Balance <u>at Beginning</u>
	<u>Revenues</u>	<u>Expenditures</u>	<u>Sources (Uses)</u>	<u>of Year</u>
Combined Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 4,382,275	\$ 4,106,276	\$ 523,453	\$ 2,973,780
Less: funds with no adopted budget	<u>(230,573)</u>	<u>(260,486)</u>	<u>-0-</u>	<u>(637,600)</u>
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	<u>\$ 4,151,702</u>	<u>\$ 3,845,790</u>	<u>\$ 523,453</u>	<u>\$ 2,336,180</u>

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING (Concl'd)

<u>Debt Service Funds</u>				
	<u>Total Revenues</u>	<u>Total Expenditures</u>	<u>Other Financing Sources (Uses)</u>	<u>Fund Balance at Beginning of Year</u>
Combined Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 3,941,016	\$ 5,476,750	\$ 1,828,204	\$ 3,804,079
Less: funds with no adopted budget	<u>(2,925,538)</u>	<u>(2,763,620)</u>	<u>(130,552)</u>	<u>3,804,079</u>
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	<u>\$ 1,015,478</u>	<u>\$ 2,713,130</u>	<u>\$ 1,697,652</u>	<u>\$ -0-</u>

<u>Capital Projects Funds</u>				
	<u>Total Revenues</u>	<u>Total Expenditures</u>	<u>Other Financing Sources (Uses)</u>	<u>Fund Balance at Beginning of Year</u>
Combined Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 5,531,284	\$ 15,747,085	\$ 3,275,771	\$ 25,862,738
Less: funds with no adopted budget	<u>(1,281,048)</u>	<u>(6,960,009)</u>	<u>(639,448)</u>	<u>(20,421,131)</u>
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	<u>\$ 4,250,236</u>	<u>\$ 8,787,076</u>	<u>\$ 2,636,323</u>	<u>\$ 5,441,607</u>

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 17 - CONTINGENT LIABILITIES

Accumulated Sick Leave - Sick leave benefits provide for ordinary pay and are cumulative. Unused sick leave may be accumulated up to 720 hours, except 56 hour work week employees who shall have a maximum accumulation of 1008 hours. Unvested accumulated sick leave of City employees at June 30, 2002, totaled \$690,558.

Sick leave benefits vest according to the following schedule:

1. An employee vested in the Arizona State Retirement System with a minimum of five years of continuous service with the City shall be compensated for their unused accrued sick leave up to a maximum of thirty work days (240 hours) at their rate of pay at separation from the City, and early leave on the balance of accrued sick leave up to a maximum of thirty work days (240 hours). The maximum compensation under this provision shall be sixty work days, but in no case it to exceed the total of the employee's accrual of record.
2. An employee vested in the Arizona State Public Safety System with a minimum of ten years continuous service with the City shall be compensated for their unused accrued sick leave up to a maximum of thirty work days (240 hours) at their rate of pay at separation from the City, and early leave on the balance of accrued sick leave up to a maximum of thirty work days (240 hours). The maximum compensation under this provision shall be sixty work days but in no case is it to exceed the total of the employee's accrual of record.

NOTE 18 - CONSTRUCTION COMMITMENTS

The City contracted with outside parties for various construction projects. The total estimated cost to complete all projects as of June 30, 2002 was \$2,315,905.

NOTE 19 - SUBSEQUENT EVENTS

Subsequent to June 30, 2002, the City entered into various construction contracts with outside parties totaling \$1,610,267.

In addition, subsequent to June 30, 2002, the City was notified of a \$984,438 potential loss in its LGIP account due to a bad investment. To date, the amount has been placed in a temporary account while measures are taken to recover the loss.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 19 - SUBSEQUENT EVENTS (Concl'd)

Also, the City issued \$11,060,000 of general obligation bonds and \$2,300,000 of general obligation refunding bonds (dated August 8, 2002) with payments of principal and interest due semiannually, and the Estrella Mountain Ranch Community Facilities District issued \$4,950,000 in special assessment bonds (dated December 1, 2002) with payments of principal and interest due semiannually.

NOTE 20 - RISK MANAGEMENT

The City of Goodyear, Arizona is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The City's insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the City is a participating member. The limit for basic coverage is for \$2,000,000 per occurrence on a claims made basis. Excess coverage is for an additional \$2,000,000 per occurrence on a follow form, claims made basis.

The Arizona Municipal Risk Retention Pool is structured such that member premiums are based on an actuarial review that will provide adequate reserves to allow the pool to meet its expected financial obligations. The pool has the authority to assess its members additional premiums should reserves and annual premiums be insufficient to meet the pool's obligations.

The City is insured by Arizona State Workers Compensation Insurance Fund for potential worker related accidents.

NOTE 21 - RETIREMENT AND PENSION PLANS

Plan Description - The City contributes to a cost-sharing multiple-employer defined benefit pension plan administered by the Arizona State Retirement System. Benefits are established by state statute and generally provide retirement, death, long-term disability, survivor, and health insurance premium benefits. The system is governed by the Arizona State Retirement System Board according to the provisions of A.R.S. Title 38, Chapter 5, Article 2.

The System issues a comprehensive annual financial report that includes financial statements and required supplementary information. The most recent report may be obtained by writing the System, 3300 North Central Avenue, P.O. Box 33910, Phoenix, AZ 85067-3910 or by calling (602) 240-2000 or (800) 621-3778.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 21 - RETIREMENT AND PENSION PLANS (Cont'd)

Funding Policy - The Arizona State Legislature establishes and may amend active plan members' and the City's contribution rate. For the year ended June 30, 2002, active plan members and the City were each required by statute to contribute at the actuarially determined rate of 2.49 percent (2.00 percent retirement and 0.49 percent long-term disability) of the members' annual covered payroll. The City's contributions to the System for the years ended June 30, 2002, 2001, and 2000 were \$182,690, \$152,528, and \$123,827, respectively, which were equal to the required contributions for the year.

Public Safety Personnel Retirement System (PSPRS)

Plan Description - The City contributes to the Public Safety Personnel Retirement System (PSPRS), an agent multiple-employer, public employee retirement system that acts as a common investment and administrative agent to provide retirement and death and disability benefits for public safety personnel who are regularly assigned hazardous duty in the employ of the State of Arizona or a political subdivision thereof. All benefit provisions and other requirements are established by State statute. The Public Safety Personnel Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for PSPRS. That report may be obtained by writing to Public Safety Personnel, 1020 E. Missouri Ave., Phoenix, AZ 85014 or by calling (602) 255-5575.

Funding Policy - Covered employees are required to contribute 7.65 percent of their annual salary to the PSPRS. The City is required to contribute the remaining amounts necessary to fund the PSPRS, as determined by the actuarial basis specified by statute. The current rate is 10.14% for police and 9.34% for fire, of annual covered payroll.

Annual Pension Cost - During the year ended June 30, 2002, the City's annual pension cost of \$278,861 for police and \$218,793 for fire was equal to the City's required and actual contributions.

The required contribution was determined as part of the June 30, 2002 actuarial valuation using an entry age actuarial funding method. Significant actuarial assumptions used in determining the entry age actuarial accrued liability include (a) a rate of return on the investment of present and future assets of 9% per year compounded annually, (b) projected salary increases of 6.5% per year compounded annually, and (c) additional projected salary increases of 0.0% to 3.0% per year attributable to seniority/merit.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 21 - RETIREMENT AND PENSION PLANS (Cont'd)

The actuarial value of the City's assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a four-year period. The City's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at June 30, 2002, was 20 years.

The preceding methods comply with the financial reporting standards established by the Governmental Accounting Standards Board.

Three-Year Trend Information

Police			
Fiscal Year Ended <u>June 30,</u>	Annual Pension Cost (APC)	Percent <u>Contributed</u>	Net Pension <u>Obligation</u>
2000	\$ 132,349	100.0%	\$ -0-
2001	241,193	100.0	-0-
2002	278,861	100.0	-0-

Fire			
Fiscal Year Ended <u>June 30,</u>	Annual Pension Cost (APC)	Percent <u>Contributed</u>	Net Pension <u>Obligation</u>
2000	\$ 110,969	100.0%	\$ -0-
2001	182,299	100.0	-0-
2002	218,793	100.0	-0-

Additional historical trend information for the City's PSPRS is disclosed on page 40.

Historical trend information is presented in order for a reader to assess the progress made in accumulating sufficient assets to pay pension benefits as they become payable.

CITY OF GOODYEAR, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2002

NOTE 21 - RETIREMENT AND PENSION PLANS (Concl'd)

Firefighters' Relief and Pension Fund

The Firefighters' Relief and Pension Fund is a defined contribution pension plan administered by the City and a board of trustees for the City's on-call firefighters.

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Employees are eligible to participate in the plan after being employed by the City for twelve consecutive months. The City's contributions for each employee are fully vested after twenty years of continuous service.

Under the plan, the on-call firefighters voluntarily make contributions of ten percent of base salary to the plan which is equally matched by the City. In addition, the State of Arizona is required by statute to contribute a portion of the annual tax received on fire insurance premiums. During the fiscal year ended June 30, 2002, the City's contributions amounted to \$1,703; the employee contributions totaled \$857.

No pension provision changes occurred during the year that affected the required contributions to be made by the City or its volunteer firefighters.

The Firefighters' Relief and Pension Fund held no securities of the City or other related parties during the fiscal years or as of the close of the fiscal year.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF GOODYEAR, ARIZONA
 REQUIRED SUPPLEMENTARY INFORMATION
 PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM
 ANALYSIS OF FUNDING PROGRESS

Schedule of Funding Progress

Police

Valuation Date <u>June 30,</u>	Actuarial Value of <u>Assets</u>	Entry Age Actuarial Accrued <u>Liability (AAL)</u>	Percent <u>Funded</u>	Unfunded <u>AAL</u>	Annual Covered <u>Payroll</u>	Unfunded AAL as a Percentage of Covered <u>Payroll</u>
1996	\$ 1,049,267	\$ 1,159,611	90.5%	\$ 110,344	\$ 830,127	13.3%
1997	1,425,705	1,445,010	98.7	19,305	1,071,094	1.8
1998	1,736,595	1,992,318	87.2	255,723	1,301,875	19.6
1999	2,303,412	2,962,701	77.7	659,289	1,561,153	42.2
2000	2,953,041	3,481,718	84.8	528,677	1,702,002	31.1
2001	3,547,423	3,308,730	107.2	(238,693)	1,881,760	0.0
2002	4,223,705	3,895,803	108.4	(327,902)	2,470,604	0.0

Schedule of Funding Progress

Fire

Valuation Date <u>June 30,</u>	Actuarial Value of <u>Assets</u>	Entry Age Actuarial Accrued <u>Liability (AAL)</u>	Percent <u>Funded</u>	Unfunded <u>AAL</u>	Annual Covered <u>Payroll</u>	Unfunded AAL as a Percentage of Covered <u>Payroll</u>
1996	\$ 246,141	\$ 275,077	89.5%	\$ 28,936	\$ 370,617	7.8%
1997	383,018	382,384	100.2	(634)	530,636	0.0
1998	550,843	588,463	93.6	37,620	678,831	5.5
1999	830,406	837,569	99.1	7,163	839,106	0.9
2000	1,171,075	1,142,484	102.5	(28,591)	1,307,525	0.0
2001	1,696,385	1,331,280	127.4	(365,105)	1,620,353	0.0
2002	2,317,792	1,676,967	138.2	(640,825)	2,110,215	0.0

**Combining, Individual Fund and Account Group
Statements and Schedules**

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GENERAL FUND

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

CITY OF GOODYEAR, ARIZONA
GENERAL FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2002

	2002	2001
Assets		
Cash and investments	\$ 10,353,015	\$ 7,129,240
Accounts receivable	197,003	315,056
Taxes receivable	62,977	43,441
Intergovernmental receivable	1,177,626	1,018,377
Interest receivable	7,868	74,453
Due from other funds	1,309,453	309,724
Inventories	28,597	519
Prepaid items	73	97,689
Total Assets	<u>\$ 13,136,612</u>	<u>\$ 8,988,499</u>
Liabilities and Fund Balance		
Liabilities		
Accounts payable	\$ 872,318	\$ 659,286
Accrued wages and benefits	241,350	224,445
Deposits	83,152	206,380
Deferred revenue - property taxes	35,021	22,186
Total Liabilities	<u>1,231,841</u>	<u>1,112,297</u>
Fund Balance		
Reserved		
Reserved for inventories	28,597	519
Unreserved		
Designated for court	29,195	23,340
Designated for vehicle replacement	1,461,358	1,593,488
Designated for building replacement	492,695	409,514
Designated for equipment replacement	293,387	718,974
Designated for computer replacement	1,599,172	1,458,200
Designated for police purchases	21,766	826
Designated for community relations	35,700	35,700
Undesignated	7,942,901	3,635,641
Total Fund Balance	<u>11,904,771</u>	<u>7,876,202</u>
Total Liabilities and Fund Balance	<u>\$ 13,136,612</u>	<u>\$ 8,988,499</u>

CITY OF GOODYEAR, ARIZONA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes			
Property	\$ 2,197,081	\$ 2,169,086	\$ (27,995)
Sales	12,530,772	12,238,335	(292,437)
SRP redemption project	-	5,491	5,491
Franchise	648,000	751,432	103,432
Total taxes	<u>15,375,853</u>	<u>15,164,344</u>	<u>(211,509)</u>
Intergovernmental revenues			
Automobile lieu tax	349,000	623,959	274,959
State shared sales tax	1,511,300	1,457,290	(54,010)
State urban sharing	1,972,000	1,972,442	442
Grants	380,841	174,015	(206,826)
Total intergovernmental revenues	<u>4,213,141</u>	<u>4,227,706</u>	<u>14,565</u>
Fines and forfeitures	<u>365,000</u>	<u>288,301</u>	<u>(76,699)</u>
Licenses and permits			
Building and safety permits	<u>2,756,681</u>	<u>2,729,164</u>	<u>(27,517)</u>
Charges for services			
Filing and inspections	1,750,950	1,583,838	(167,112)
Recreational charges	33,650	37,395	3,745
Total charges for services	<u>1,784,600</u>	<u>1,621,233</u>	<u>(163,367)</u>
Rents and royalties	28,600	18,391	(10,209)
Contributions and donations	-	4,385	4,385
Interest	300,000	74,124	(225,876)
Other	<u>1,299,719</u>	<u>1,637,975</u>	<u>338,256</u>
Total Revenues	<u>26,123,594</u>	<u>25,765,623</u>	<u>(357,971)</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

(Concluded)	Budget	Actual	Variance Favorable (Unfavorable)
Expenditures			
General government			
Mayor and council	221,738	178,892	42,846
Community service support	218,800	122,636	96,164
City court	548,927	522,862	26,065
Special events	146,886	136,214	10,672
City attorney	225,512	206,275	19,237
City prosecutor	187,504	181,519	5,985
Contingency	5,290,337	250,000	5,040,337
City manager	504,185	616,168	(111,983)
City clerk	434,289	412,082	22,207
Economic development	805,566	823,995	(18,429)
Community initiatives	506,227	483,039	23,188
Community facilities districts	-	3,711	(3,711)
CFD contractual expense	1,809	32,804	(30,995)
Administrative services and human resources	1,129,885	943,241	186,644
Information systems and GIS services	1,340,586	1,129,707	210,879
Risk management	467,981	426,504	41,477
Finance	1,537,952	1,089,136	448,816
Fleet Services	294,386	445,829	(151,443)
Total General government	<u>13,862,570</u>	<u>8,004,614</u>	<u>5,857,956</u>
Community development			
Planning and zoning	<u>1,004,956</u>	<u>767,620</u>	<u>237,336</u>
Public safety			
Police	5,384,123	4,748,541	635,582
Fire and fire community services	4,426,069	3,842,387	583,682
Emergency services	544,536	498,570	45,966
City telecommunications	<u>1,852,202</u>	<u>822,887</u>	<u>1,029,315</u>
Total public safety	<u>12,206,930</u>	<u>9,912,385</u>	<u>2,294,545</u>
Public works			
Administration	1,006,144	805,069	201,075
Engineering	552,266	971,981	(419,715)
Buildings and grounds	<u>1,192,782</u>	<u>1,190,920</u>	<u>1,862</u>
Total public works	<u>2,751,192</u>	<u>2,967,970</u>	<u>(216,778)</u>
Culture and recreation			
Aquatics facility	560,828	242,365	318,463
Parks and recreation	<u>1,421,431</u>	<u>1,262,287</u>	<u>159,144</u>
Total Culture and recreation	<u>1,982,259</u>	<u>1,504,652</u>	<u>477,607</u>
Total Expenditures	<u>31,807,907</u>	<u>23,157,241</u>	<u>8,650,666</u>
Excess of revenues over (under) expenditures	<u>(5,684,313)</u>	<u>2,608,382</u>	<u>8,292,695</u>
Other financing sources (uses)			
Operating transfers in	-	1,459,801	1,459,801
Operating transfers out	(2,597,361)	(4,254,727)	(1,657,366)
Proceeds from sale of bonds	-	4,215,113	4,215,113
Total other financing sources (uses)	<u>(2,597,361)</u>	<u>1,420,187</u>	<u>4,017,548</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>(8,281,674)</u>	<u>4,028,569</u>	<u>12,310,243</u>
Fund balance, beginning of year	<u>9,585,076</u>	<u>7,876,202</u>	<u>(1,708,874)</u>
Fund balance, end of year	<u>\$ 1,303,402</u>	<u>\$ 11,904,771</u>	<u>\$ 10,601,369</u>

SPECIAL REVENUE FUNDS

Highway User Revenue Fund (HURF) - accounts for the City's share of state taxes on gasoline, diesel fuels and other transportation related fees to be used solely for street and highway purposes. Eligible expenditures include the cost of right-of-way acquisition, construction, reconstruction, maintenance, repair, roadside development of city roads, streets and bridges and the payment of the interest and principal on highway and street bonds.

Grants Fund - accounts for Federal and State grants received by the City not required to be accounted for in a separate fund. Each grant has a specific project objective and the grant funds must be used for the stated purpose.

Community Facilities Districts - accounts for the City's Community Facilities Districts which are component units that provide general infrastructure and fixed assets for the property within each District's boundaries.

Community Facilities Impact Fees - Fees collected to help defray the costs of development for the community facilities.

General Government Impact Fees - Fees collected to help defray the costs of development of general government.

Public Works Impact Fees - Fees collected to help defray the costs of development of public works.

Fire Impact Fees - Fees collected to help defray the costs of development for the fire department.

Police Impact Fees - Fees collected to help defray the costs of development for the police department.

Transportation Impact Fees - Fees collected to help defray the costs of development for transportation.

CITY OF GOODYEAR, ARIZONA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
AS OF JUNE 30, 2002

	HURF	Grants	Community Facilities Districts	Community Facilities Impact Fees
Assets				
Cash and investments	\$ 157,783	\$ 75,506	\$ 671,630	\$ 239,325
Accounts receivable	-	-	89,729	-
Taxes receivable	-	-	5,144	-
Intergovernmental receivable	107,051	-	-	-
Interest receivable	-	-	2,151	708
Inventories	29,589	-	-	-
Total Assets	<u>\$ 294,423</u>	<u>\$ 75,506</u>	<u>\$ 768,654</u>	<u>\$ 240,033</u>
Liabilities and Fund Balance				
Liabilities				
Accounts payable	\$ 114,432	\$ -	\$ 150,823	\$ -
Accrued wages and benefits	10,570	-	-	-
Development fees payable	139,832	-	-	-
Due to other funds	-	-	-	-
Customer deposits	-	-	5,000	-
Deferred revenue	-	-	5,144	-
Total Liabilities	<u>264,834</u>	<u>-</u>	<u>160,967</u>	<u>-</u>
Fund balance				
Reserved				
Reserved for inventories	29,589	-	-	-
Unreserved				
Undesignated	-	75,506	607,687	240,033
Total Fund Balance	<u>29,589</u>	<u>75,506</u>	<u>607,687</u>	<u>240,033</u>
Total Liabilities and Fund Balance	<u>\$ 294,423</u>	<u>\$ 75,506</u>	<u>\$ 768,654</u>	<u>\$ 240,033</u>

General Government Impact Fees	Public Works Impact Fees	Fire Impact Fees	Police Impact Fees	Transportation Impact Fees	Totals
\$ -	\$ 586,944	\$ 1,316,462	\$ 568,733	\$ 335,257	\$ 3,951,640
-	-	-	-	-	89,729
-	-	-	-	-	5,144
-	-	-	-	-	107,051
112	2,377	5,178	3,841	1,625	15,992
-	-	-	-	-	29,589
<u>\$ 112</u>	<u>\$ 589,321</u>	<u>\$ 1,321,640</u>	<u>\$ 572,574</u>	<u>\$ 336,882</u>	<u>\$ 4,199,145</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 265,255
-	-	-	-	-	10,570
-	-	-	-	-	139,832
112	-	-	-	-	112
-	-	-	-	-	5,000
-	-	-	-	-	5,144
<u>112</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>425,913</u>
-	-	-	-	-	29,589
-	589,321	1,321,640	572,574	336,882	3,743,643
-	589,321	1,321,640	572,574	336,882	3,773,232
<u>\$ 112</u>	<u>\$ 589,321</u>	<u>\$ 1,321,640</u>	<u>\$ 572,574</u>	<u>\$ 336,882</u>	<u>\$ 4,199,145</u>

CITY OF GOODYEAR, ARIZONA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2002

	HURF	Grants	Community Facilities Districts	Community Facilities Impact Fees
Revenues				
Taxes	\$ -	\$ -	\$ 37,882	\$ -
Intergovernmental				
State gasoline tax	1,174,462	-	-	-
Lottery revenue	107,346	-	-	-
FEMA grant	69,219	-	-	-
State of AZ alternative fuel	37,364	-	-	-
City of Phoenix bus bays grant	47,150	-	-	-
Maricopa Association of Governments grant	243,885	-	-	-
Miscellaneous grants	-	111,910	-	-
Total intergovernmental	<u>1,679,426</u>	<u>111,910</u>	<u>-</u>	<u>-</u>
Contributions and donations	-	-	-	120,826
Participations by others	-	-	150,030	-
Impact fees	-	-	-	109,179
Interest	-	-	17,570	4,482
Other	205,017	-	25,091	-
Total Revenues	<u>1,884,443</u>	<u>111,910</u>	<u>230,573</u>	<u>234,487</u>
Expenditures				
Current				
General government	-	-	260,486	-
Highways and streets	3,598,915	-	-	-
Public safety	-	36,404	-	-
Community development	-	-	-	-
Total Expenditures	<u>3,598,915</u>	<u>36,404</u>	<u>260,486</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>(1,714,472)</u>	<u>75,506</u>	<u>(29,913)</u>	<u>234,487</u>
Other financing sources (uses)				
Operating transfers in	1,474,044	-	-	-
Operating transfers out	-	-	-	(123,356)
Total other financing sources (uses)	<u>1,474,044</u>	<u>-</u>	<u>-</u>	<u>(123,356)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>(240,428)</u>	<u>75,506</u>	<u>(29,913)</u>	<u>111,131</u>
Fund balance, beginning of year	<u>270,017</u>	<u>-</u>	<u>637,600</u>	<u>128,902</u>
Fund balance, end of year	<u>\$ 29,589</u>	<u>\$ 75,506</u>	<u>\$ 607,687</u>	<u>\$ 240,033</u>

General Government Impact Fees	Public Works Impact Fees	Fire Impact Fees	Police Impact Fees	Transportation Impact Fees	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 37,882
-	-	-	-	-	1,174,462
-	-	-	-	-	107,346
-	-	-	-	-	69,219
-	-	-	-	-	37,364
-	-	-	-	-	47,150
-	-	-	-	-	243,885
-	-	-	-	-	111,910
-	-	-	-	-	1,791,336
-	-	-	-	-	120,826
-	-	-	-	-	150,030
249,572	325,057	574,464	379,300	309,399	1,946,971
830	15,167	32,475	24,369	10,229	105,122
-	-	-	-	-	230,108
<u>250,402</u>	<u>340,224</u>	<u>606,939</u>	<u>403,669</u>	<u>319,628</u>	<u>4,382,275</u>
-	-	-	-	-	260,486
-	-	49,163	28,659	87,984	3,764,721
-	-	-	-	-	36,404
44,665	-	-	-	-	44,665
<u>44,665</u>	<u>-</u>	<u>49,163</u>	<u>28,659</u>	<u>87,984</u>	<u>4,106,276</u>
<u>205,737</u>	<u>340,224</u>	<u>557,776</u>	<u>375,010</u>	<u>231,644</u>	<u>275,999</u>
-	-	-	-	-	1,474,044
(220,772)	(218,810)	(65)	(336,664)	(50,924)	(950,591)
<u>(220,772)</u>	<u>(218,810)</u>	<u>(65)</u>	<u>(336,664)</u>	<u>(50,924)</u>	<u>523,453</u>
(15,035)	121,414	557,711	38,346	180,720	799,452
15,035	467,907	763,929	534,228	156,162	2,973,780
<u>\$ -</u>	<u>\$ 589,321</u>	<u>\$ 1,321,640</u>	<u>\$ 572,574</u>	<u>\$ 336,882</u>	<u>\$ 3,773,232</u>

CITY OF GOODYEAR, ARIZONA
HURF SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental			
State gasoline tax	\$ 1,211,600	\$ 1,174,462	\$ (37,138)
Lottery revenue	113,000	107,346	(5,654)
FEMA grant	-	69,219	69,219
State of AZ alternative fuel	-	37,364	37,364
City of Phoenix bus bays grant	-	47,150	47,150
Maricopa Association of Governments grant	-	243,885	243,885
Total intergovernmental	<u>1,324,600</u>	<u>1,679,426</u>	<u>354,826</u>
Other	-	205,017	205,017
Total Revenues	<u>1,324,600</u>	<u>1,884,443</u>	<u>559,843</u>
Expenditures			
Current			
Highways and streets	<u>3,450,032</u>	<u>3,598,915</u>	<u>(148,883)</u>
Total Expenditures	<u>3,450,032</u>	<u>3,598,915</u>	<u>(148,883)</u>
Excess of revenues over (under) expenditures	<u>(2,125,432)</u>	<u>(1,714,472)</u>	<u>410,960</u>
Other financing sources (uses)			
Operating transfers in	<u>1,846,653</u>	<u>1,474,044</u>	<u>(372,609)</u>
Total other financing sources (uses)	<u>1,846,653</u>	<u>1,474,044</u>	<u>(372,609)</u>
Excess of revenues and other sources over (under) expenditures and other uses	(278,779)	(240,428)	38,351
Fund balance, beginning of year	<u>284,029</u>	<u>270,017</u>	<u>(14,012)</u>
Fund balance, end of year	<u>\$ 5,250</u>	<u>\$ 29,589</u>	<u>\$ 24,339</u>

CITY OF GOODYEAR, ARIZONA
GRANTS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental			
Miscellaneous grants	\$ <u>50.000</u>	\$ <u>111.910</u>	\$ <u>61.910</u>
Total intergovernmental	<u>50.000</u>	<u>111.910</u>	<u>61.910</u>
Total Revenues	<u>50.000</u>	<u>111.910</u>	<u>61.910</u>
Expenditures			
Current			
Public safety	<u>50.000</u>	<u>36.404</u>	<u>13.596</u>
Total Expenditures	<u>50.000</u>	<u>36.404</u>	<u>13.596</u>
Excess of revenues over (under) expenditures	-	75,506	75,506
Fund balance, beginning of year	-	-	-
Fund balance, end of year	\$ <u>-</u>	\$ <u>75.506</u>	\$ <u>75.506</u>

CITY OF GOODYEAR, ARIZONA
COMMUNITY FACILITIES IMPACT FEES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Contributions and donations	\$ -	\$ 120,826	\$ 120,826
Impact fees	72,500	109,179	36,679
Interest	-	4,482	4,482
Total Revenues	<u>72,500</u>	<u>234,487</u>	<u>161,987</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>72,500</u>	<u>234,487</u>	<u>161,987</u>
Other financing sources (uses)			
Operating transfers out	<u>(72,500)</u>	<u>(123,356)</u>	<u>(50,856)</u>
Total other financing sources (uses)	<u>(72,500)</u>	<u>(123,356)</u>	<u>(50,856)</u>
Excess of revenues and other sources over (under) expenditures and other uses	-	111,131	111,131
Fund balance, beginning of year	<u>-</u>	<u>128,902</u>	<u>128,902</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 240,033</u>	<u>\$ 240,033</u>

CITY OF GOODYEAR, ARIZONA
GENERAL GOVERNMENT IMPACT FEES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Impact fees	\$ 172,400	\$ 249,572	\$ 77,172
Interest	<u>-</u>	<u>830</u>	<u>830</u>
Total Revenues	<u>172,400</u>	<u>250,402</u>	<u>78,002</u>
Expenditures			
Current			
Community development	<u>-</u>	<u>44,665</u>	<u>(44,665)</u>
Total Expenditures	<u>-</u>	<u>44,665</u>	<u>(44,665)</u>
Excess of revenues over (under) expenditures	<u>172,400</u>	<u>205,737</u>	<u>33,337</u>
Other financing sources (uses)			
Operating transfers out	<u>(172,400)</u>	<u>(220,772)</u>	<u>(48,372)</u>
Total other financing sources (uses)	<u>(172,400)</u>	<u>(220,772)</u>	<u>(48,372)</u>
Excess of revenues and other sources over (under) expenditures and other uses	-	(15,035)	(15,035)
Fund balance, beginning of year	<u>-</u>	<u>15,035</u>	<u>15,035</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GOODYEAR, ARIZONA
PUBLIC WORKS IMPACT FEES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Impact fees	\$ 211,200	\$ 325,057	\$ 113,857
Interest	<u>-</u>	<u>15,167</u>	<u>15,167</u>
Total Revenues	<u>211,200</u>	<u>340,224</u>	<u>129,024</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>211,200</u>	<u>340,224</u>	<u>129,024</u>
Other financing sources (uses)			
Operating transfers out	<u>(211,200)</u>	<u>(218,810)</u>	<u>(7,610)</u>
Total other financing sources (uses)	<u>(211,200)</u>	<u>(218,810)</u>	<u>(7,610)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>121,414</u>	<u>121,414</u>
Fund balance, beginning of year	<u>-</u>	<u>467,907</u>	<u>467,907</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 589,321</u>	<u>\$ 589,321</u>

CITY OF GOODYEAR, ARIZONA
FIRE IMPACT FEES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Impact fees	\$ 616,000	\$ 574,464	\$ (41,536)
Interest	-	32,475	32,475
Total Revenues	<u>616,000</u>	<u>606,939</u>	<u>(9,061)</u>
Expenditures			
Current			
Highways and streets	-	49,163	(49,163)
Total Expenditures	<u>-</u>	<u>49,163</u>	<u>(49,163)</u>
Excess of revenues over (under) expenditures	<u>616,000</u>	<u>557,776</u>	<u>(58,224)</u>
Other financing sources (uses)			
Operating transfers out	(616,000)	(65)	615,935
Total other financing sources (uses)	<u>(616,000)</u>	<u>(65)</u>	<u>615,935</u>
Excess of revenues and other sources over (under) expenditures and other uses	-	557,711	557,711
Fund balance, beginning of year	-	763,929	763,929
Fund balance, end of year	<u>\$ -</u>	<u>\$ 1,321,640</u>	<u>\$ 1,321,640</u>

CITY OF GOODYEAR, ARIZONA
POLICE IMPACT FEES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Impact fees	\$ 456,600	\$ 379,300	\$ (77,300)
Interest	-	24,369	24,369
Total Revenues	<u>456,600</u>	<u>403,669</u>	<u>(52,931)</u>
Expenditures			
Current			
Highways and streets	-	28,659	(28,659)
Total Expenditures	<u>-</u>	<u>28,659</u>	<u>(28,659)</u>
Excess of revenues over (under) expenditures	<u>456,600</u>	<u>375,010</u>	<u>(81,590)</u>
Other financing sources (uses)			
Operating transfers out	(456,600)	(336,664)	119,936
Total other financing sources (uses)	<u>(456,600)</u>	<u>(336,664)</u>	<u>119,936</u>
Excess of revenues and other sources over (under) expenditures and other uses	-	38,346	38,346
Fund balance, beginning of year	-	534,228	534,228
Fund balance, end of year	<u>\$ -</u>	<u>\$ 572,574</u>	<u>\$ 572,574</u>

CITY OF GOODYEAR, ARIZONA
TRANSPORTATION IMPACT FEES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Impact fees	\$ 133,000	\$ 309,399	\$ 176,399
Interest	<u>-</u>	<u>10,229</u>	<u>10,229</u>
Total Revenues	<u>133,000</u>	<u>319,628</u>	<u>186,628</u>
Expenditures			
Current			
Highways and streets	<u>-</u>	<u>87,984</u>	<u>(87,984)</u>
Total Expenditures	<u>-</u>	<u>87,984</u>	<u>(87,984)</u>
Excess of revenues over (under) expenditures	<u>133,000</u>	<u>231,644</u>	<u>98,644</u>
Other financing sources (uses)			
Operating transfers out	<u>(133,000)</u>	<u>(50,924)</u>	<u>82,076</u>
Total other financing sources (uses)	<u>(133,000)</u>	<u>(50,924)</u>	<u>82,076</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>180,720</u>	<u>180,720</u>
Fund balance, beginning of year	<u>-</u>	<u>156,162</u>	<u>156,162</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 336,882</u>	<u>\$ 336,882</u>

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DEBT SERVICE FUNDS

Goodyear Debt Service Fund - accounts for the accumulation of resources and payment of general obligation bond principal and interest from government resources.

Community Facilities Districts - accounts for the City's Community Facilities Districts which are component units that provide general infrastructure and fixed assets for the property within each District's boundaries.

CITY OF GOODYEAR, ARIZONA
DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
AS OF JUNE 30, 2002

	Goodyear Debt Service Fund	Community Facilities Districts	Totals
Assets			
Cash and investments	\$ 6,442	\$ 4,137,953	\$ 4,144,395
Accounts receivable	-	9,967	9,967
Taxes receivable	40,779	13,623	54,402
Intergovernmental receivable	5,111	-	5,111
Interest receivable	10	9,621	9,631
Special assessments receivable	-	<u>13,285,965</u>	<u>13,285,965</u>
Total Assets	<u>\$ 52,342</u>	<u>\$ 17,457,129</u>	<u>\$ 17,509,471</u>
Liabilities and Fund Balance			
Liabilities			
Interest payable	\$ 24,207	\$ 4,150	\$ 28,357
Customer deposits	-	56,842	56,842
Deferred revenue	<u>28,135</u>	<u>13,299,588</u>	<u>13,327,723</u>
Total Liabilities	<u>52,342</u>	<u>13,360,580</u>	<u>13,412,922</u>
Fund balance			
Unreserved, undesignated	<u>-</u>	<u>4,096,549</u>	<u>4,096,549</u>
Total Fund Balance	<u>-</u>	<u>4,096,549</u>	<u>4,096,549</u>
Total Liabilities and Fund Balance	<u>\$ 52,342</u>	<u>\$ 17,457,129</u>	<u>\$ 17,509,471</u>

CITY OF GOODYEAR, ARIZONA
DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2002

	Goodyear Debt Service Fund	Community Facilities Districts	Totals
Revenues			
Taxes	\$ 1,012,748	\$ 1,278,834	\$ 2,291,582
Participation by others	-	79,357	79,357
Special assessments	-	1,446,388	1,446,388
Interest	<u>2,730</u>	<u>120,959</u>	<u>123,689</u>
Total Revenues	<u>1,015,478</u>	<u>2,925,538</u>	<u>3,941,016</u>
Expenditures			
Debt service			
Principal retirement	1,685,000	639,200	2,324,200
Interest and fiscal charges	<u>1,028,130</u>	<u>2,124,420</u>	<u>3,152,550</u>
Total Expenditures	<u>2,713,130</u>	<u>2,763,620</u>	<u>5,476,750</u>
Excess of revenues over (under) expenditures	<u>(1,697,652)</u>	<u>161,918</u>	<u>(1,535,734)</u>
Other financing sources			
Operating transfers in	<u>1,697,652</u>	<u>130,552</u>	<u>1,828,204</u>
Total other financing sources	<u>1,697,652</u>	<u>130,552</u>	<u>1,828,204</u>
Excess of revenues and other sources over (under) expenditures and other uses	-	292,470	292,470
Fund balance, beginning of year	-	<u>3,804,079</u>	<u>3,804,079</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 4,096,549</u>	<u>\$ 4,096,549</u>

CITY OF GOODYEAR, ARIZONA
GOODYEAR DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property taxes	\$ 1,008,444	\$ 1,012,748	\$ 4,304
Interest	<u>-</u>	<u>2,730</u>	<u>2,730</u>
Total Revenues	<u>1,008,444</u>	<u>1,015,478</u>	<u>7,034</u>
Expenditures			
Debt service			
Principal retirement	938,010	1,685,000	(746,990)
Interest and fiscal charges	<u>748,676</u>	<u>1,028,130</u>	<u>(279,454)</u>
Total Expenditures	<u>1,686,686</u>	<u>2,713,130</u>	<u>(1,026,444)</u>
Excess of revenues over (under) expenditures	<u>(678,242)</u>	<u>(1,697,652)</u>	<u>(1,019,410)</u>
Other financing sources			
Operating transfers in	<u>678,242</u>	<u>1,697,652</u>	<u>1,019,410</u>
Total other financing sources	<u>678,242</u>	<u>1,697,652</u>	<u>1,019,410</u>
Excess of revenues and other sources over (under) expenditures and other uses	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAPITAL PROJECTS FUNDS

Goodyear Capital Projects Fund - accounts for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Community Facilities Districts - accounts for the City's Community Facilities Districts which are component units that provide general infrastructure and fixed assets for the property within each District's boundaries.

CITY OF GOODYEAR, ARIZONA
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
AS OF JUNE 30, 2002

	Goodyear Capital Projects Fund	Community Facilities Districts	Totals
Assets			
Cash and investments	\$ 2,503,263	\$ 15,394,366	\$ 17,897,629
Intergovernmental receivable	2,251,938	-	2,251,938
Interest receivable	30,664	2,544	33,208
Total Assets	<u>\$ 4,785,865</u>	<u>\$ 15,396,910</u>	<u>\$ 20,182,775</u>
Liabilities and Fund Balance			
Liabilities			
Accounts payable	\$ 1,243,296	\$ 15,292	\$ 1,258,588
Deferred revenue	1,479	-	1,479
Total Liabilities	<u>1,244,775</u>	<u>15,292</u>	<u>1,260,067</u>
Fund balance			
Unreserved			
Designated for capital outlay	-	15,381,618	15,381,618
Designated for County IGA	1,593,716	-	1,593,716
Undesignated	1,947,374	-	1,947,374
Total Fund Balance	<u>3,541,090</u>	<u>15,381,618</u>	<u>18,922,708</u>
Total Liabilities and Fund Balance	<u>\$ 4,785,865</u>	<u>\$ 15,396,910</u>	<u>\$ 20,182,775</u>

CITY OF GOODYEAR, ARIZONA
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2002

	Goodyear Capital Projects Fund	Community Facilities Districts	Totals
Revenues			
Intergovernmental			
Community Development Block Grant	\$ 151,348	\$ -	\$ 151,348
Litchfield Road	91,486	-	91,486
Rainbow Valley Road	<u>2,180,928</u>	-	<u>2,180,928</u>
Total intergovernmental	<u>2,423,762</u>	-	<u>2,423,762</u>
Participation by others	1,613,339	-	1,613,339
Interest	203,089	355,905	558,994
Other	<u>10,046</u>	<u>925,143</u>	<u>935,189</u>
Total Revenues	<u>4,250,236</u>	<u>1,281,048</u>	<u>5,531,284</u>
Expenditures			
Capital outlay	<u>8,787,076</u>	<u>6,960,009</u>	<u>15,747,085</u>
Total Expenditures	<u>8,787,076</u>	<u>6,960,009</u>	<u>15,747,085</u>
Excess of revenues over (under) expenditures	<u>(4,536,840)</u>	<u>(5,678,961)</u>	<u>(10,215,801)</u>
Other financing sources (uses)			
Operating transfers in	3,037,729	-	3,037,729
Operating transfers out	(495,208)	(130,552)	(625,760)
Proceeds from sale of bonds	<u>93,802</u>	<u>770,000</u>	<u>863,802</u>
Total other financing sources (uses)	<u>2,636,323</u>	<u>639,448</u>	<u>3,275,771</u>
Excess of revenues and other sources over (under) expenditures and other uses	(1,900,517)	(5,039,513)	(6,940,030)
Fund balance, beginning of year	<u>5,441,607</u>	<u>20,421,131</u>	<u>25,862,738</u>
Fund balance, end of year	<u>\$ 3,541,090</u>	<u>\$ 15,381,618</u>	<u>\$ 18,922,708</u>

CITY OF GOODYEAR, ARIZONA
GOODYEAR CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental			
Community Development Block Grant	\$ 195,000	\$ 151,348	\$ (43,652)
Litchfield Road	-	91,486	91,486
Various Road Projects	<u>2,842,900</u>	<u>2,180,928</u>	<u>(661,972)</u>
Total intergovernmental	<u>3,037,900</u>	<u>2,423,762</u>	<u>(614,138)</u>
Participation by others	1,600,000	1,613,339	13,339
Special assessments	40,000,000	-	(40,000,000)
Interest	250,000	203,089	(46,911)
Other	<u>1,750,000</u>	<u>10,046</u>	<u>(1,739,954)</u>
Total Revenues	<u>46,637,900</u>	<u>4,250,236</u>	<u>(42,387,664)</u>
Expenditures			
Capital outlay	<u>69,024,015</u>	<u>8,787,076</u>	<u>60,236,939</u>
Total Expenditures	<u>69,024,015</u>	<u>8,787,076</u>	<u>60,236,939</u>
Excess of revenues over (under) expenditures	<u>(22,386,115)</u>	<u>(4,536,840)</u>	<u>17,849,275</u>
Other financing sources (uses)			
Operating transfers in	4,595,165	3,037,729	(1,557,436)
Operating transfers out	-	(495,208)	(495,208)
Proceeds from sale of bonds	<u>8,806,424</u>	<u>93,802</u>	<u>(8,712,622)</u>
Total other financing sources (uses)	<u>13,401,589</u>	<u>2,636,323</u>	<u>(10,765,266)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>(8,984,526)</u>	<u>(1,900,517)</u>	<u>7,084,009</u>
Fund balance, beginning of year	<u>8,984,526</u>	<u>5,441,607</u>	<u>(3,542,919)</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 3,541,090</u>	<u>\$ 3,541,090</u>

ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the city's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the city's council has decided that periodic determination of net income is appropriate for accountability purposes.

Water and Sewer Fund - This fund is used to account for the activities of the City's water and sewer operations.

Sanitation Fund - This fund is used to account for the activities of the City's sanitation operation.

CITY OF GOODYEAR, ARIZONA
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
AS OF JUNE 30, 2002
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2001)

	Water and Sewer	Sanitation	Totals	
			2002	2001
Assets				
Cash and investments	\$ -	\$ 321,132	\$ 321,132	\$ 5,508,529
Restricted assets	469,117	-	469,117	429,115
Accounts receivable	653,192	191,871	845,063	601,874
Intergovernmental receivable	119,158	-	119,158	119,158
Interest receivable	12,258	1,561	13,819	31,568
Inventories	133,835	-	133,835	133,835
Deferred charges	74,169	-	74,169	78,805
Fixed assets	51,938,669	442,008	52,380,677	44,338,639
Accumulated depreciation	(10,275,497)	(169,509)	(10,445,006)	(9,151,912)
Total Assets	<u>\$ 43,124,901</u>	<u>\$ 787,063</u>	<u>\$ 43,911,964</u>	<u>\$ 42,089,611</u>
Liabilities and Fund Equity				
Liabilities				
Accounts payable	\$ 954,437	\$ 132,379	\$ 1,086,816	\$ 600,927
Accrued wages and benefits	19,192	3,993	23,185	19,039
Development fees payable	22,922	-	22,922	116,500
Interest payable	635,025	-	635,025	423,350
Due to other funds	1,309,341	-	1,309,341	287,037
Customer deposits	72,650	-	72,650	45,100
Deferred revenue	658,313	-	658,313	658,313
Compensated absences payable	79,639	13,787	93,426	79,145
Revenue bonds payable	<u>3,026,931</u>	<u>-</u>	<u>3,026,931</u>	<u>3,029,552</u>
Total Liabilities	<u>6,778,450</u>	<u>150,159</u>	<u>6,928,609</u>	<u>5,258,963</u>
Fund equity				
Contributed capital	29,524,302	-	29,524,302	29,753,198
Retained earnings				
Unreserved	<u>6,822,149</u>	<u>636,904</u>	<u>7,459,053</u>	<u>7,077,450</u>
Total Fund Equity	<u>36,346,451</u>	<u>636,904</u>	<u>36,983,355</u>	<u>36,830,648</u>
Total Liabilities and Fund Equity	<u>\$ 43,124,901</u>	<u>\$ 787,063</u>	<u>\$ 43,911,964</u>	<u>\$ 42,089,611</u>

CITY OF GOODYEAR, ARIZONA
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2001)

	Water and Sewer	Sanitation	Totals	
			2002	2001
Operating revenues				
Charges for sales and services				
Water	\$ 2,669,465	\$ -	\$ 2,669,465	\$ 2,331,151
Sewer	1,941,139	-	1,941,139	1,526,196
Sanitation	-	1,593,290	1,593,290	1,275,179
Effluent	205,055	-	205,055	209,712
LPSCO sewer revenue	515,787	-	515,787	412,112
Re-charge CAWCD-Tonopah	170,798	-	170,798	168,000
Connection fees	21,980	20,260	42,240	19,610
Water service charges	12,080	-	12,080	10,965
Hydrant hook-ups	6,744	-	6,744	4,497
Late penalties	94,078	-	94,078	62,461
Total operating revenues	<u>5,637,126</u>	<u>1,613,550</u>	<u>7,250,676</u>	<u>6,019,883</u>
Operating expenses				
Costs of sales and services	5,955,609	1,400,079	7,355,688	5,977,501
Depreciation	<u>1,203,778</u>	<u>89,316</u>	<u>1,293,094</u>	<u>1,157,741</u>
Total operating expenses	<u>7,159,387</u>	<u>1,489,395</u>	<u>8,648,782</u>	<u>7,135,242</u>
Operating income (loss)	<u>(1,522,261)</u>	<u>124,155</u>	<u>(1,398,106)</u>	<u>(1,115,359)</u>
Nonoperating revenues (expenses)				
Intergovernmental	-	70,073	70,073	90,404
Development fees	3,401,320	-	3,401,320	4,671,177
Interest revenue	202,040	10,265	212,305	248,801
Interest expense	(209,054)	-	(209,054)	(209,054)
Special projects	(27,208)	-	(27,208)	(15,178)
Bond issuance costs	(4,636)	-	(4,636)	(4,636)
Other	67,701	9,012	76,713	59,412
Total nonoperating revenues (expenses)	<u>3,430,163</u>	<u>89,350</u>	<u>3,519,513</u>	<u>4,840,926</u>
Income before operating transfers	<u>1,907,902</u>	<u>213,505</u>	<u>2,121,407</u>	<u>3,725,567</u>
Operating transfers				
Operating transfers out	<u>(1,568,700)</u>	<u>(400,000)</u>	<u>(1,968,700)</u>	<u>(740,201)</u>
Total operating transfers	<u>(1,568,700)</u>	<u>(400,000)</u>	<u>(1,968,700)</u>	<u>(740,201)</u>
Net income (loss)	339,202	(186,495)	152,707	2,985,366
Add depreciation on fixed assets acquired through contributed capital	<u>228,896</u>	<u>-</u>	<u>228,896</u>	<u>228,896</u>
Increase (decrease) in retained earnings	568,098	(186,495)	381,603	3,214,262
Retained earnings, beginning of year	<u>6,254,051</u>	<u>823,399</u>	<u>7,077,450</u>	<u>3,863,188</u>
Retained earnings, end of year	<u>\$ 6,822,149</u>	<u>\$ 636,904</u>	<u>\$ 7,459,053</u>	<u>\$ 7,077,450</u>

CITY OF GOODYEAR, ARIZONA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2002

	Water and Sewer	Sanitation	Totals
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash flows from operating activities			
Cash received from customers	\$ 5,449,103	\$ 1,558,384	\$ 7,007,487
Cash payments to employees for services	(1,087,867)	(243,580)	(1,331,447)
Cash payments to suppliers for goods/services	(4,425,354)	(1,094,571)	(5,519,925)
Other operating revenues	67,701	9,012	76,713
Customer deposits received	<u>27,550</u>	<u>-</u>	<u>27,550</u>
Net cash provided (used) by operating activities	<u>31.133</u>	<u>229,245</u>	<u>260,378</u>
Cash flows from non-capital financing activities			
Cash received/(paid) from/(to) other funds for interfund borrowing	1,022,304	-	1,022,304
Operating transfers out	<u>(1,568,700)</u>	<u>(400,000)</u>	<u>(1,968,700)</u>
Net cash provided (used) for non-capital financing activities	<u>(546,396)</u>	<u>(400,000)</u>	<u>(946,396)</u>
Cash flows from capital and related financing activities			
Acquisition of capital assets	(7,923,550)	(118,488)	(8,042,038)
Grants	-	70,073	70,073
Development fees	3,307,742	-	3,307,742
Special projects	<u>(27,208)</u>	<u>-</u>	<u>(27,208)</u>
Net cash provided (used) for capital and related financing activities	<u>(4,643,016)</u>	<u>(48,415)</u>	<u>(4,691,431)</u>
Cash flows from investing activities			
Interest	<u>218,537</u>	<u>11,517</u>	<u>230,054</u>
Net cash provided by investing activities	<u>218,537</u>	<u>11,517</u>	<u>230,054</u>
Net increase (decrease) in cash and cash equivalents	(4,939,742)	(207,653)	(5,147,395)
Cash and cash equivalents at beginning of year	<u>5,408,859</u>	<u>528,785</u>	<u>5,937,644</u>
Cash and cash equivalents at end of year	<u>\$ 469,117</u>	<u>\$ 321,132</u>	<u>\$ 790,249</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE BALANCE SHEET			
Cash and investments per the balance sheet	\$ -	\$ 321,132	\$ 321,132
Restricted assets	<u>469,117</u>	<u>-</u>	<u>469,117</u>
Total	<u>\$ 469,117</u>	<u>\$ 321,132</u>	<u>\$ 790,249</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2002

(Concluded)

	Water and Sewer	Sanitations	Totals
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating income (loss)	\$ (1,522,261)	\$ 124,155	\$ (1,398,106)
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	1,203,778	89,316	1,293,094
Other revenues	67,701	9,012	76,713
(Increase) decrease in operating assets			
Accounts receivable	(188,023)	(55,166)	(243,189)
Increase (decrease) in operating liabilities			
Accounts payable	430,010	55,879	485,889
Accrued payroll	3,307	839	4,146
Customer deposits	27,550	-	27,550
Compensated absences payable	9,071	5,210	14,281
Net cash provided (used) by operating activities	<u>\$ 31,133</u>	<u>\$ 229,245</u>	<u>\$ 260,378</u>

NON-CASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Bond issuance costs of \$4,636 and bond premiums of \$2,621 were amortized during the fiscal year 2001-02.

CITY OF GOODYEAR, ARIZONA
SCHEDULE OF CONTRIBUTED CAPITAL
ALL UTILITY ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2002

	Balance July 1, 2001	Current Transactions	Balance June 30, 2002
General obligation bonds issued	\$ 8,117,651	\$ -	\$ 8,117,651
Contributions from homeowners and developers	19,172,451	(228,896)	18,943,555
Community Development Block Grant from U.S. Department of Housing and Urban Development	859,350	-	859,350
Funds provided from Public Works Reserve Fund	192,199	-	192,199
Funds provided from General Fund	271,174	-	271,174
Funds provided from Federal Revenue Sharing	26,975	-	26,975
Funds provided from White Tanks Water	264,146	-	264,146
Funds provided from State of Arizona	647,958	-	647,958
Funds provided from Maricopa County	<u>201,294</u>	<u>-</u>	<u>201,294</u>
	<u>\$ 29,753,198</u>	<u>\$ (228,896)</u>	<u>\$ 29,524,302</u>

SUPPORTING SCHEDULES

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CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF REVENUES AND BOND AND LOAN PROCEEDS - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
GENERAL FUND			
Intergovernmental revenues			
State government			
State shared sales tax	\$ 1,511,300	\$ 1,457,290	\$ (54,010)
State urban sales tax	<u>1,972,000</u>	<u>1,972,442</u>	<u>442</u>
Total state government	<u>3,483,300</u>	<u>3,429,732</u>	<u>(53,568)</u>
County government			
Automobile in-lieu tax	<u>349,000</u>	<u>623,959</u>	<u>274,959</u>
Grants			
COPS Universal grant	-	34,521	34,521
Governor's highway safety	75,841	3,500	(72,341)
Gangs/narcotics	60,000	65,387	5,387
ACJC Grant	25,000	15,460	(9,540)
HB 2565	52,000	37,390	(14,610)
Miscellaneous grants	<u>168,000</u>	<u>17,757</u>	<u>(150,243)</u>
Total grants	<u>380,841</u>	<u>174,015</u>	<u>(206,826)</u>
Total intergovernmental revenues	<u>4,213,141</u>	<u>4,227,706</u>	<u>14,565</u>
City revenues			
Local taxes			
Property tax	2,197,081	2,169,086	(27,995)
City sales and use tax	12,525,772	12,227,458	(298,314)
Delinquent sales tax	5,000	10,877	5,877
SRP redemption project	-	5,491	5,491
Franchise tax	<u>648,000</u>	<u>751,432</u>	<u>103,432</u>
Total local taxes	<u>15,375,853</u>	<u>15,164,344</u>	<u>(211,509)</u>
Fines and forfeitures	<u>365,000</u>	<u>288,301</u>	<u>(76,699)</u>
Licenses and permits			
Building and safety permits	<u>2,756,681</u>	<u>2,729,164</u>	<u>(27,517)</u>
Charges for services			
Planning and zoning fees	1,750,950	1,583,838	(167,112)
Recreation	<u>33,650</u>	<u>37,395</u>	<u>3,745</u>
Total charges for services	<u>1,784,600</u>	<u>1,621,233</u>	<u>(163,367)</u>
Rents and royalties	28,600	18,391	(10,209)
Contributions	-	4,385	4,385
Interest	300,000	74,124	(225,876)
Other	<u>1,299,719</u>	<u>1,637,975</u>	<u>338,256</u>
Total city revenues	<u>21,910,453</u>	<u>21,537,917</u>	<u>(372,536)</u>
Proceeds from sale of bonds	-	<u>4,215,113</u>	<u>4,215,113</u>
Total general fund	<u>26,123,594</u>	<u>29,980,736</u>	<u>3,857,142</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF REVENUES AND BOND AND LOAN PROCEEDS - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
SPECIAL REVENUE FUNDS			
HURF			
State gasoline tax	1,211,600	1,174,462	(37,138)
Lottery revenue	113,000	107,346	(5,654)
FEMA grant	-	69,219	69,219
State of AZ alternative fuel	-	37,364	37,364
City of Phoenix bus bays grant	-	47,150	47,150
Maricopa Association of Governments grant	-	243,885	243,885
Other	-	205,017	205,017
Total HURF	<u>1,324,600</u>	<u>1,884,443</u>	<u>559,843</u>
Grants			
Other	50,000	111,910	61,910
Total grants	<u>50,000</u>	<u>111,910</u>	<u>61,910</u>
Community facilities impact fees			
Contributions and donations	-	120,826	120,826
Impact fees	72,500	109,179	36,679
Interest	-	4,482	4,482
Total community facilities impact fees	<u>72,500</u>	<u>234,487</u>	<u>161,987</u>
General government impact fees			
Impact fees	172,400	249,572	77,172
Interest	-	830	830
Total general government impact fees	<u>172,400</u>	<u>250,402</u>	<u>78,002</u>
Public works impact fees			
Impact fees	211,200	325,057	113,857
Interest	-	15,167	15,167
Total public works impact fees	<u>211,200</u>	<u>340,224</u>	<u>129,024</u>
Fire Impact Fees			
Impact Fees	616,000	574,464	(41,536)
Interest	-	32,475	32,475
Total fire impact fees	<u>616,000</u>	<u>606,939</u>	<u>(9,061)</u>
Police Impact fees			
Impact Fees	456,600	379,300	(77,300)
Interest	-	24,369	24,369
Total police impact fees	<u>456,600</u>	<u>403,669</u>	<u>(52,931)</u>
Transportation impact fees			
Impact fees	133,000	309,399	176,399
Interest	-	10,229	10,229
Total transportation impact fees	<u>133,000</u>	<u>319,628</u>	<u>186,628</u>
Total special revenue funds	<u>3,036,300</u>	<u>4,151,702</u>	<u>1,115,402</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF REVENUES AND BOND AND LOAN PROCEEDS - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

(Concluded)

	Budget	Actual	Variance Favorable (Unfavorable)
DEBT SERVICE FUND			
Property taxes	1,008,444	1,012,748	4,304
Interest	-	2,730	2,730
Total debt service fund	<u>1,008,444</u>	<u>1,015,478</u>	<u>7,034</u>
CAPITAL PROJECTS FUND			
Intergovernmental			
Community development block grant	195,000	151,348	(43,652)
Litchfield Road	-	91,486	91,486
Various Road Projects	<u>2,842,900</u>	<u>2,180,928</u>	<u>(661,972)</u>
Total intergovernmental	<u>3,037,900</u>	<u>2,423,762</u>	<u>(614,138)</u>
Miscellaneous revenue			
Participation by others	1,600,000	1,613,339	13,339
Other	<u>1,750,000</u>	<u>10,046</u>	<u>(1,739,954)</u>
Total miscellaneous revenue	<u>3,350,000</u>	<u>1,623,385</u>	<u>(1,726,615)</u>
Other financing sources			
General obligation bond proceeds	<u>8,806,424</u>	<u>93,802</u>	<u>(8,712,622)</u>
Total other financing sources	<u>8,806,424</u>	<u>93,802</u>	<u>(8,712,622)</u>
Special assessments	40,000,000	-	(40,000,000)
Interest	<u>250,000</u>	<u>203,089</u>	<u>(46,911)</u>
Total capital projects fund	<u>55,444,324</u>	<u>4,344,038</u>	<u>(51,100,286)</u>
UTILITY ENTERPRISE FUNDS			
Water and Sewer			
Water	3,171,112	2,669,465	(501,647)
Sewer	1,757,898	1,941,139	183,241
Effluent sewer revenue	208,000	205,055	(2,945)
LPSCO sewer revenue	375,000	515,787	140,787
Re-charge CAWCD-Tonopah	147,000	170,798	23,798
Connection fees	20,551	21,980	1,429
Water service charges	15,680	12,080	(3,600)
Hydrant hook-ups	3,646	6,744	3,098
Late penalties	65,555	94,078	28,523
Development fees	2,373,120	3,401,320	1,028,200
Interest	142,640	202,040	59,400
Other	23,563	67,701	44,138
WIFA proceeds	<u>12,399,551</u>	<u>-</u>	<u>(12,399,551)</u>
Total water and sewer	<u>20,703,316</u>	<u>9,308,187</u>	<u>(11,395,129)</u>
Sanitation			
Sanitation	1,606,861	1,613,550	6,689
Intergovernmental	-	70,073	70,073
Interest	22,920	10,265	(12,655)
Other	<u>500</u>	<u>9,012</u>	<u>8,512</u>
Total sanitation	<u>1,630,281</u>	<u>1,702,900</u>	<u>72,619</u>
Total utility enterprise funds	<u>22,333,597</u>	<u>11,011,087</u>	<u>(11,322,510)</u>
Total all funds	<u>\$ 107,946,259</u>	<u>\$ 50,503,041</u>	<u>\$ (57,443,218)</u>

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
GENERAL FUND			
Mayor and council			
Personnel services	\$ 103,739	\$ 101,849	\$ 1,890
Materials and supplies	24,180	19,381	4,799
Professional services	70,311	55,277	15,034
Funded depreciation	23,508	-	23,508
New and replacement equipment	-	2,385	(2,385)
Total mayor and council	<u>221,738</u>	<u>178,892</u>	<u>42,846</u>
Community service support			
Professional services	<u>218,800</u>	<u>122,636</u>	<u>96,164</u>
Total community service support	<u>218,800</u>	<u>122,636</u>	<u>96,164</u>
City Court			
Personnel services	366,327	317,971	48,356
Materials and supplies	44,657	67,005	(22,348)
Professional services	43,670	101,001	(57,331)
Funded depreciation	4,773	-	4,773
New and replacement equipment	<u>89,500</u>	<u>36,885</u>	<u>52,615</u>
Total city court	<u>548,927</u>	<u>522,862</u>	<u>26,065</u>
Special events			
Professional services	139,250	136,214	3,036
Funded depreciation	<u>7,636</u>	<u>-</u>	<u>7,636</u>
Total special events	<u>146,886</u>	<u>136,214</u>	<u>10,672</u>
City attorney			
Personnel services	190,372	176,806	13,566
Materials and supplies	12,365	8,295	4,070
Professional services	9,275	9,230	45
New and replacement equipment	<u>13,500</u>	<u>11,944</u>	<u>1,556</u>
Total city attorney	<u>225,512</u>	<u>206,275</u>	<u>19,237</u>
City prosecutor			
Personnel services	152,038	150,625	1,413
Materials and supplies	13,816	11,517	2,299
Professional services	19,150	2,222	16,928
New and replacement equipment	<u>2,500</u>	<u>17,155</u>	<u>(14,655)</u>
Total city prosecutor	<u>187,504</u>	<u>181,519</u>	<u>5,985</u>
Contingency			
Professional services	5,290,337	-	5,290,337
New and replacement equipment	<u>-</u>	<u>250,000</u>	<u>(250,000)</u>
Total contingency	<u>5,290,337</u>	<u>250,000</u>	<u>5,040,337</u>

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
City manager			
Personnel services	344,461	315,916	28,545
Materials and supplies	25,310	35,614	(10,304)
Professional services	73,600	234,192	(160,592)
Funded depreciation	58,814	-	58,814
New and replacement equipment	<u>2,000</u>	<u>30,446</u>	<u>(28,446)</u>
Total city manager	<u>504,185</u>	<u>616,168</u>	<u>(111,983)</u>
City clerk			
Personnel services	306,542	298,086	8,456
Materials and supplies	22,824	26,072	(3,248)
Professional services	62,916	37,629	25,287
Funded depreciation	17,007	-	17,007
New and replacement equipment	<u>25,000</u>	<u>50,295</u>	<u>(25,295)</u>
Total city clerk	<u>434,289</u>	<u>412,082</u>	<u>22,207</u>
Economic development			
Personnel services	349,624	289,965	59,659
Materials and supplies	33,144	29,006	4,138
Professional services	100,975	83,976	16,999
Developer reimbursements	300,000	404,704	(104,704)
Funded depreciation	14,323	-	14,323
New and replacement equipment	<u>7,500</u>	<u>16,344</u>	<u>(8,844)</u>
Total economic development	<u>805,566</u>	<u>823,995</u>	<u>(18,429)</u>
Community initiatives			
Personnel services	332,559	309,504	23,055
Materials and supplies	25,035	28,431	(3,396)
Professional services	108,433	87,177	21,256
New and replacement equipment	<u>40,200</u>	<u>57,927</u>	<u>(17,727)</u>
Total community initiatives	<u>506,227</u>	<u>483,039</u>	<u>23,188</u>
Community facilities districts			
Professional services	<u>-</u>	<u>3,711</u>	<u>(3,711)</u>
Total community facilities districts	<u>-</u>	<u>3,711</u>	<u>(3,711)</u>
CFD general and utilities			
Materials and supplies	-	33	(33)
Professional services	-	30,719	(30,719)
Funded depreciation	696	-	696
Capital outlay	<u>-</u>	<u>2,037</u>	<u>(2,037)</u>
Total CFD general and utilities	<u>696</u>	<u>32,789</u>	<u>(32,093)</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
CFD Wildflower			
Materials and supplies	-	15	(15)
Funded depreciation	<u>1,113</u>	<u>-</u>	<u>1,113</u>
Total CFD Wildflower	<u>1,113</u>	<u>15</u>	<u>1,098</u>
Total CFD contractual expense	<u>1,809</u>	<u>32,804</u>	<u>(30,995)</u>
Human resources			
Personnel services	246,247	234,177	12,070
Materials and supplies	21,945	34,561	(12,616)
Professional services	51,575	51,994	(419)
Funded depreciation	3,746	-	3,746
New and replacement equipment	<u>25,304</u>	<u>30,682</u>	<u>(5,378)</u>
Total human resources	<u>348,817</u>	<u>351,414</u>	<u>(2,597)</u>
Administrative services			
Personnel services	437,673	419,701	17,972
Materials and supplies	46,353	25,180	21,173
Professional services	269,199	120,748	148,451
Funded depreciation	14,843	-	14,843
New and replacement equipment	<u>13,000</u>	<u>26,198</u>	<u>(13,198)</u>
Total administrative services	<u>781,068</u>	<u>591,827</u>	<u>189,241</u>
Total administrative services and human resources	<u>1,129,885</u>	<u>943,241</u>	<u>186,644</u>
Information systems			
Personnel services	478,722	484,457	(5,735)
Materials and supplies	175,625	188,012	(12,387)
Professional services	172,623	148,835	23,788
Funded depreciation	166,916	-	166,916
Capital outlay	<u>185,700</u>	<u>127,993</u>	<u>57,707</u>
Total information systems	<u>1,179,586</u>	<u>949,297</u>	<u>230,289</u>
GIS services			
Materials and supplies	4,000	-	4,000
Professional services	<u>157,000</u>	<u>180,410</u>	<u>(23,410)</u>
Total GIS services	<u>161,000</u>	<u>180,410</u>	<u>(19,410)</u>
Total information systems and GIS services	<u>1,340,586</u>	<u>1,129,707</u>	<u>210,879</u>
Risk management			
Personnel services	55,533	33,566	21,967
Materials and supplies	8,525	3,621	4,904
Professional services	380,923	365,350	15,573
Capital outlay	<u>23,000</u>	<u>23,967</u>	<u>(967)</u>
Total risk management	<u>467,981</u>	<u>426,504</u>	<u>41,477</u>

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
Finance			
Personnel services	658,095	666,946	(8,851)
Materials and supplies	154,979	213,393	(58,414)
Professional services	331,954	167,376	164,578
Debt service	340,000	-	340,000
Funded depreciation	23,924	-	23,924
Capital outlay	29,000	41,421	(12,421)
Total finance	<u>1,537,952</u>	<u>1,089,136</u>	<u>448,816</u>
Fleet services			
Personnel services	188,877	177,896	10,981
Materials and supplies	54,061	113,929	(59,868)
Professional services	19,263	4,065	15,198
Funded depreciation	15,185	-	15,185
Capital outlay	17,000	150,378	(133,378)
Interfund transfers	-	(439)	439
Total fleet services	<u>294,386</u>	<u>445,829</u>	<u>(151,443)</u>
Total General Government	<u>13,862,570</u>	<u>8,004,614</u>	<u>5,857,956</u>
Community development			
Personnel services	464,792	412,442	52,350
Materials and supplies	44,256	41,287	2,969
Professional services	453,539	298,428	155,111
Funded depreciation	9,919	-	9,919
Capital outlay	32,450	15,463	16,987
Total community development	<u>1,004,956</u>	<u>767,620</u>	<u>237,336</u>
Police			
Personnel services	3,546,872	3,496,778	50,094
Materials and supplies	400,825	382,090	18,735
Professional services	190,340	217,791	(27,451)
Funded depreciation	521,186	-	521,186
Capital outlay	724,900	651,882	73,018
Total police	<u>5,384,123</u>	<u>4,748,541</u>	<u>635,582</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
Fire			
Personnel services	2,823,954	2,269,202	554,752
Materials and supplies	101,650	128,327	(26,677)
Professional services	102,533	86,133	16,400
Capital outlay	596,000	471,904	124,096
Total fire	<u>3,624,137</u>	<u>2,955,566</u>	<u>668,571</u>
Fire community services			
Personnel services	265,517	226,151	39,366
Materials and supplies	27,000	17,278	9,722
Professional services	77,008	38,329	38,679
Capital outlay	27,805	31,544	(3,739)
Total fire community services	<u>397,330</u>	<u>313,302</u>	<u>84,028</u>
Fire support services			
Personnel services	18,000	231,800	(213,800)
Materials and supplies	287,420	321,917	(34,497)
Professional services	9,982	16,982	(7,000)
Capital outlay	89,200	2,820	86,380
Total fire support services	<u>404,602</u>	<u>573,519</u>	<u>(168,917)</u>
Total fire and fire community services	<u>4,426,069</u>	<u>3,842,387</u>	<u>583,682</u>
Emergency services			
Personnel services	-	242,352	(242,352)
Materials and supplies	46,925	57,898	(10,973)
Professional services	60,924	50,379	10,545
Funded depreciation	313,937	-	313,937
Capital outlay	122,750	147,941	(25,191)
Total emergency services	<u>544,536</u>	<u>498,570</u>	<u>45,966</u>
City telecommunication			
Personnel services	598,116	568,304	29,812
Materials and supplies	118,085	138,658	(20,573)
Professional services	34,140	15,824	18,316
Funded depreciation	29,861	-	29,861
Capital outlay	1,072,000	100,101	971,899
Total city telecommunication	<u>1,852,202</u>	<u>822,887</u>	<u>1,029,315</u>
Total Public safety	<u>12,206,930</u>	<u>9,912,385</u>	<u>2,294,545</u>
Public Works Administration			
Personnel services	536,587	503,724	32,863
Materials and supplies	39,025	94,589	(55,564)
Professional services	339,000	160,836	178,164
Funded depreciation	27,532	-	27,532
Capital outlay	64,000	45,920	18,080
Total public works administration	<u>1,006,144</u>	<u>805,069</u>	<u>201,075</u>

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
Engineering			
Personnel services	349,416	306,290	43,126
Materials and supplies	24,000	22,066	1,934
Professional services	178,850	547,875	(369,025)
Capital outlay	-	95,750	(95,750)
Total Engineering	<u>552,266</u>	<u>971,981</u>	<u>(419,715)</u>
Building safety			
Personnel services	521,645	461,608	60,037
Materials and supplies	32,525	34,789	(2,264)
Professional services	173,025	319,642	(146,617)
Funded depreciation	39,891	-	39,891
Capital outlay	139,000	74,046	64,954
Total building safety	<u>906,086</u>	<u>890,085</u>	<u>16,001</u>
Building services			
Personnel services	219,404	155,835	63,569
Materials and supplies	39,400	45,835	(6,435)
Professional services	8,500	31,739	(23,239)
Funded depreciation	1,392	-	1,392
Capital outlay	18,000	67,426	(49,426)
Total building services	<u>286,696</u>	<u>300,835</u>	<u>(14,139)</u>
Total buildings and grounds	<u>1,192,782</u>	<u>1,190,920</u>	<u>1,862</u>
Total public works	<u>2,751,192</u>	<u>2,967,970</u>	<u>(216,778)</u>
Aquatics facility			
Personnel services	228,914	161,318	67,596
Materials and supplies	156,796	63,572	93,224
Professional services	12,500	7,731	4,769
Funded depreciation	4,618	-	4,618
Capital outlay	158,000	10,273	147,727
Interfund transfers	-	(529)	529
Total aquatics facility	<u>560,828</u>	<u>242,365</u>	<u>318,463</u>
Parks			
Personnel services	341,195	311,109	30,086
Materials and supplies	374,787	316,820	57,967
Professional services	556,100	525,026	31,074
Funded depreciation	56,721	-	56,721
Capital outlay	9,500	88,034	(78,534)
Interfund transfers	-	(1,563)	1,563
Total parks	<u>1,338,303</u>	<u>1,239,426</u>	<u>98,877</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
Recreation			
Personnel services	47,408	1,288	46,120
Materials and supplies	33,720	18,495	15,225
Professional services	2,000	3,078	(1,078)
Total recreation	<u>83,128</u>	<u>22,861</u>	<u>60,267</u>
Total parks and recreation	<u>1,421,431</u>	<u>1,262,287</u>	<u>159,144</u>
Total culture and recreation	<u>1,982,259</u>	<u>1,504,652</u>	<u>477,607</u>
Total general fund	<u>31,807,907</u>	<u>23,157,241</u>	<u>8,650,666</u>
 SPECIAL REVENUE FUNDS			
Streets and highways			
Personnel services	512,356	557,177	(44,821)
Materials and supplies	1,262,631	1,277,944	(15,313)
Professional services	333,037	309,766	23,271
Repairs and maintenance	650,000	780,951	(130,951)
Funded depreciation	215,508	-	215,508
Capital outlay	476,500	674,426	(197,926)
Interfund transfers	-	(1,349)	1,349
Total streets and highways	<u>3,450,032</u>	<u>3,598,915</u>	<u>(148,883)</u>
Grants			
Professional services	50,000	36,404	13,596
Total grants	<u>50,000</u>	<u>36,404</u>	<u>13,596</u>
General government impact fees			
Materials and supplies	-	44,665	(44,665)
Total general government impact fees	<u>-</u>	<u>44,665</u>	<u>(44,665)</u>
Fire Impact Fees			
Materials and supplies	-	49,163	(49,163)
Total fire impact fees	<u>-</u>	<u>49,163</u>	<u>(49,163)</u>
Police Impact fees			
Materials and supplies	-	28,659	(28,659)
Total police impact fees	<u>-</u>	<u>28,659</u>	<u>(28,659)</u>
Transportation impact fees			
Materials and supplies	-	34,484	(34,484)
Developer reimbursements	-	53,500	(53,500)
Total transportation impact fees	<u>-</u>	<u>87,984</u>	<u>(87,984)</u>
Total special revenue	<u>3,500,032</u>	<u>3,845,790</u>	<u>(345,758)</u>

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Budget	Actual	Variance Favorable (Unfavorable)
DEBT SERVICE FUND			
HURF Revenue of 1988			
Principal	60,000	60,000	-
Interest	<u>4.275</u>	<u>4.275</u>	-
Total HURF Revenue of 1988	<u>64.275</u>	<u>64.275</u>	-
General obligation project of 1991			
Principal	49,812	50,000	(188)
Interest	<u>9.589</u>	<u>6.375</u>	<u>3.214</u>
Total general obligation project of 1991	<u>59.401</u>	<u>56.375</u>	<u>3.026</u>
General obligation project of 1991B			
Principal	99,625	100,000	(375)
Interest	<u>92.875</u>	<u>85.475</u>	<u>7.400</u>
Total general obligation project of 1991B	<u>192.500</u>	<u>185.475</u>	<u>7.025</u>
General obligation project of 1998			
Principal	378,573	410,000	(31,427)
Interest	<u>377.969</u>	<u>356.594</u>	<u>21.375</u>
Total general obligation project of 1998	<u>756.542</u>	<u>766.594</u>	<u>(10.052)</u>
GADA Loan			
Principal	350,000	350,000	-
Interest	<u>263.968</u>	<u>263.968</u>	-
Total GADA Loan	<u>613.968</u>	<u>613.968</u>	-
Public improvement corporation			
Principal	-	215,000	(215,000)
Interest	<u>-</u>	<u>103.743</u>	<u>(103.743)</u>
Total public improvement corporation	<u>-</u>	<u>318.743</u>	<u>(318.743)</u>
Total debt service fund	<u>1.686.686</u>	<u>2.005.430</u>	<u>(318.744)</u>
CAPITAL PROJECTS FUNDS			
HUD projects	195,000	161,294	33,706
Recreation	331,720	128,310	203,410
Improvement districts	40,000,000	-	40,000,000
Streets and highways	14,975,840	5,285,026	9,690,814
Fire prevention	5,666,781	2,196,780	3,470,001
Departments	<u>7,854.674</u>	<u>1,015.666</u>	<u>6,839.008</u>
Total capital projects funds	<u>69,024.015</u>	<u>8,787.076</u>	<u>60,236.939</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
ALL GOVERNMENTAL AND ENTERPRISE FUNDS
(EXCLUDING THE COMMUNITY FACILITIES DISTRICTS)
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

(Concluded)	Budget	Actual	Variance Favorable (Unfavorable)
UTILITY ENTERPRISE FUNDS			
Water			
Personnel services	437,670	458,878	(21,208)
Materials and supplies	522,435	488,989	33,446
Professional services	474,425	531,198	(56,773)
Capital outlay/special projects	5,978,667	1,101,873	4,876,794
Interest	212,310	275,812	(63,502)
Funded depreciation	28,288	-	28,288
Interfund transfers	-	(608)	608
Total water	<u>7,653,795</u>	<u>2,856,142</u>	<u>4,797,653</u>
Sewer			
Personnel services	683,918	641,367	42,551
Materials and supplies	753,234	659,940	93,294
Professional services	667,166	445,567	221,599
Capital outlay/special projects	10,268,347	7,015,332	3,253,015
Interest	495,390	640,942	(145,552)
Funded depreciation	73,060	-	73,060
Interfund transfers	-	(355)	355
Total sewer	<u>12,941,115</u>	<u>9,402,793</u>	<u>3,538,322</u>
Water and sewer development fees			
Materials and supplies	710,000	841,912	(131,912)
Professional services	180,000	259,346	(79,346)
Developer reimbursements	762,000	887,928	(125,928)
Capital outlay	<u>911,668</u>	<u>575,000</u>	<u>336,668</u>
Total water and sewer development fees	<u>2,563,668</u>	<u>2,564,186</u>	<u>(518)</u>
Sanitation			
Personnel services	254,978	249,629	5,349
Materials and supplies	81,505	87,766	(6,261)
Professional services	1,060,001	1,063,679	(3,678)
Funded depreciation	14,548	-	14,548
Capital outlay	63,500	118,488	(54,988)
Interfund transfers	-	(995)	995
Total sanitation	<u>1,474,532</u>	<u>1,518,567</u>	<u>(44,035)</u>
Total utility enterprise funds	<u>24,633,110</u>	<u>16,341,688</u>	<u>8,291,422</u>
PENSION TRUST FUND			
Benefits	<u>-</u>	<u>14,404</u>	<u>(14,404)</u>
Total all funds	<u>\$130,651,750</u>	<u>\$ 54,151,629</u>	<u>\$ 76,500,121</u>

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CITY OF GOODYEAR, ARIZONA
UTILITY ENTERPRISE FUNDS
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS -
BUDGET AND ACTUAL - (BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Water and Sewer		
	Budget	Actual	Variance Favorable (Unfavorable)
Operating revenues			
Charges for sales and services	\$ 5,764,442	\$ 5,637,126	\$ (127,316)
Total operating revenues	<u>5,764,442</u>	<u>5,637,126</u>	<u>(127,316)</u>
Operating expenses			
Costs of sales and services	<u>5,292,196</u>	<u>5,214,162</u>	<u>78,034</u>
Total operating expenses	<u>5,292,196</u>	<u>5,214,162</u>	<u>78,034</u>
Operating income (loss)	<u>472,246</u>	<u>422,964</u>	<u>(49,282)</u>
Nonoperating revenues (expenses)			
Intergovernmental	-	-	-
Development fees	2,373,120	3,401,320	1,028,200
Interest revenue	142,640	202,040	59,400
Interest expense	(707,700)	(916,754)	(209,054)
Special projects	(17,158,682)	(8,692,205)	8,466,477
WIFA proceeds	12,399,551	-	(12,399,551)
Bond issuance costs	-	(4,636)	(4,636)
Other	<u>23,563</u>	<u>67,701</u>	<u>44,138</u>
Total nonoperating revenues (expenses)	<u>(2,927,508)</u>	<u>(5,942,534)</u>	<u>(3,015,026)</u>
Income (loss) before operating transfers	<u>(2,455,262)</u>	<u>(5,519,570)</u>	<u>(3,064,308)</u>
Operating transfers			
Operating transfers in	244,859	-	(244,859)
Operating transfers out	<u>(2,305,858)</u>	<u>(1,568,700)</u>	<u>737,158</u>
Total operating transfers	<u>(2,060,999)</u>	<u>(1,568,700)</u>	<u>492,299</u>
Net income (loss)	<u>(4,516,261)</u>	<u>(7,088,270)</u>	<u>(2,572,009)</u>
Retained earnings, beginning of year	<u>4,885,295</u>	<u>1,504,935</u>	<u>(3,380,360)</u>
Retained earnings, end of year	<u>\$ 369,034</u>	<u>\$ (5,583,335)</u>	<u>\$ (5,952,369)</u>

Sanitation			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 1,606,861	\$ 1,613,550	\$ 6,689	\$ 7,371,303	\$ 7,250,676	\$ (120,627)
<u>1,606,861</u>	<u>1,613,550</u>	<u>6,689</u>	<u>7,371,303</u>	<u>7,250,676</u>	<u>(120,627)</u>
1,411,032	1,400,079	10,953	6,703,228	6,614,241	88,987
<u>1,411,032</u>	<u>1,400,079</u>	<u>10,953</u>	<u>6,703,228</u>	<u>6,614,241</u>	<u>88,987</u>
195,829	213,471	17,642	668,075	636,435	(31,640)
-	70,073	70,073	-	70,073	70,073
-	-	-	2,373,120	3,401,320	1,028,200
22,920	10,265	(12,655)	165,560	212,305	46,745
-	-	-	(707,700)	(916,754)	(209,054)
(63,500)	(118,488)	(54,988)	(17,222,182)	(8,810,693)	8,411,489
-	-	-	12,399,551	-	(12,399,551)
-	-	-	-	(4,636)	(4,636)
500	9,012	8,512	24,063	76,713	52,650
<u>(40,080)</u>	<u>(29,138)</u>	<u>10,942</u>	<u>(2,967,588)</u>	<u>(5,971,672)</u>	<u>(3,004,084)</u>
155,749	184,333	28,584	(2,299,513)	(5,335,237)	(3,035,724)
-	-	-	244,859	-	(244,859)
(800,000)	(400,000)	400,000	(3,105,858)	(1,968,700)	1,137,158
<u>(800,000)</u>	<u>(400,000)</u>	<u>400,000</u>	<u>(2,860,999)</u>	<u>(1,968,700)</u>	<u>892,299</u>
(644,251)	(215,667)	428,584	(5,160,512)	(7,303,937)	(2,143,425)
659,729	642,748	(16,981)	5,545,024	2,147,683	(3,397,341)
\$ 15,478	\$ 427,081	\$ 411,603	\$ 384,512	\$ (5,156,254)	\$ (5,540,766)

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CITY OF GOODYEAR, ARIZONA
SCHEDULE OF INVESTMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Fair Value	Accrued Interest
Arizona State Treasurer		
Local government investment pool	\$ 18,854,525	\$ 80,522
Money market savings accounts		
Pension Trust Fund	304,422	-
Westdeutsche Landesbank Girozentrale		
Repurchase Agreement	<u>667,000</u>	<u>-</u>
	<u>\$ 19,825,947</u>	<u>\$ 80,522</u>
Investments by fund		
General fund	\$ <u>2,296,046</u>	\$ <u>7.868</u>
Special revenue funds		
Community facilities districts	632,716	2,151
Community facilities impact fees	166,216	708
General impact fees	-	112
Public works impact fees	558,391	2,377
Fire impact fees	966,216	5,178
Police impact fees	568,734	3,841
Transportation impact fees	<u>335,258</u>	<u>1,625</u>
Total special revenue funds	<u>3,227,531</u>	<u>15.992</u>
Debt service funds		
Debt service	-	10
Community facilities districts	<u>2,826,104</u>	<u>9.621</u>
Total debt service funds	<u>2,826,104</u>	<u>9.631</u>
Capital projects funds		
Capital projects	1,834,554	30,664
Community facilities districts	<u>1,361,253</u>	<u>2.544</u>
Total capital projects funds	<u>3,195,807</u>	<u>33.208</u>
Utility enterprise funds		
Water and sewer	7,608,435	12,258
Sanitation	<u>366,615</u>	<u>1,561</u>
Total utility enterprise funds	<u>7,975,050</u>	<u>13.819</u>
Trust and agency funds		
Firefighters' relief and pension	<u>305,409</u>	<u>4</u>
Total trust and agency funds	<u>305,409</u>	<u>4</u>
Total all funds	<u>\$ 19,825,947</u>	<u>\$ 80.522</u>

CITY OF GOODYEAR, ARIZONA
SCHEDULE OF CHANGES IN PROPERTY, PLANT AND EQUIPMENT
YEAR ENDED JUNE 30, 2002
(UNAUDITED)

	Balance July 1, 2001	Prior Period Adjustment	Additions	Completed Construction	Balance June 30, 2002
GENERAL FIXED ASSETS					
Land and land improvements	\$ 1,771,094	\$ -	\$ 73,422	\$ -	\$ 1,844,516
Buildings	11,851,315	-	3,139,735	100,000	15,091,050
Equipment					
General administration	2,728,885	-	622,481	-	3,351,366
Police	2,620,213	-	763,170	-	3,383,383
Fire	2,344,000	-	654,161	-	2,998,161
Public works	2,126,484	-	1,035,528	-	3,162,012
Parks	1,553,567	-	-	-	1,553,567
Community center	3,739	-	-	-	3,739
Court	286,685	-	35,953	-	322,638
Computers	532,356	-	-	-	532,356
Parks landscaping	478,065	-	-	-	478,065
Fire hydrants	43,822	-	-	-	43,822
Storm drains	111,294	-	-	-	111,294
Other	303,391	-	-	-	303,391
Community facilities districts	13,583,437	-	6,821,315	-	20,404,752
Streets	8,289,503	-	4,766,509	-	13,056,012
Construction in progress	4,200,000	-	-	(100,000)	4,100,000
Total general fixed assets	<u>52,827,850</u>	<u>-</u>	<u>17,912,274</u>	<u>-</u>	<u>70,740,124</u>
WATER AND SEWER SYSTEM					
Water system					
Wells, pumps and tanks	7,517,676	-	145,824	-	7,663,500
Water rights	939,143	-	-	-	939,143
Water mains	8,831,956	-	141,081	-	8,973,037
Meters	240,331	-	-	-	240,331
Water resource study	160,212	-	-	-	160,212
Sarival Gardens	264,146	-	-	-	264,146
Sewer system					
Sewer lines	9,819,110	-	5,107,579	-	14,926,689
Wastewater treatment plant and outfall sewer	11,753,940	-	-	-	11,753,940
Interceptor sewer lines	516,049	-	-	-	516,049
Deferred sewer cost	69,253	-	-	-	69,253
SAT Pilot Test	1,022,341	-	-	-	1,022,341
Laboratory equipment	49,455	-	-	-	49,455
Equipment	1,201,082	-	230,900	-	1,431,982
Furniture and fixtures	64,297	-	16,627	-	80,924
Construction in progress	1,566,128	-	2,281,539	-	3,847,667
Total water and sewer	<u>44,015,119</u>	<u>-</u>	<u>7,923,550</u>	<u>-</u>	<u>51,938,669</u>
SANITATION					
Tools and equipment	266,518	-	118,488	-	385,006
Sanitation	57,002	-	-	-	57,002
Total sanitation	<u>323,520</u>	<u>-</u>	<u>118,488</u>	<u>-</u>	<u>442,008</u>
Total property, plant and equipment	<u>\$ 97,166,489</u>	<u>\$ -</u>	<u>\$ 25,954,312</u>	<u>\$ -</u>	<u>\$123,120,801</u>
Accumulated depreciation, water and sewer systems and sanitation	<u>\$ 9,151,912</u>	<u>\$ -</u>	<u>\$ 1,293,094</u>	<u>\$ -</u>	<u>\$10,445,006</u>

STATISTICAL SECTION

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CITY OF GOODYEAR, ARIZONA
COMPARISON OF TAXABLE VALUATION AND TAX RATES
(PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Secondary			Primary			Combined	
	Assessed Valuation	Tax Rate	Tax Levy	Assessed Valuation	Tax Rate	Tax Levy	Tax Rate	Tax Levy
1993	\$ 51,512,800	\$ 0.9530	\$ 490,917	\$ 48,046,035	\$ 1.0870	\$ 522,260	\$ 2.0400	\$ 1,013,177
1994	47,423,182	0.9745	462,139	45,188,002	1.1659	526,847	2.1404	988,986
1995	46,525,120	1.0000	465,251	45,517,944	1.1000	500,697	2.1000	965,948
1996	53,323,611	1.8916	1,008,669	50,192,638	0.2041	102,443	2.0957	1,111,112
1997	57,976,454	1.7212	997,890	55,926,981	0.4049	226,448	2.1262	1,224,338
1998	72,226,490	1.1047	797,886	68,462,297	1.0044	687,635	2.1091	1,485,521
1999	88,767,663	0.7919	702,951	82,220,999	1.2976	1,066,900	2.0895	1,769,851
2000	102,406,859	1.0168	1,041,273	95,857,615	1.0799	1,035,166	2.0967	2,076,439
2001	136,557,331	0.7413	1,012,299	124,823,974	1.3403	1,673,016	2.0816	2,685,315
2002	174,404,952	0.5782	1,008,409	160,675,712	1.3674	2,197,080	1.9456	3,205,489

Source: Maricopa County Treasurer's Office

CITY OF GOODYEAR, ARIZONA
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
JUNE 30, 2002
(UNAUDITED)

Jurisdiction	General Obligation Debt Outstanding	Portion Applicable to City of Goodyear	
		Approx. Percent	Amount
State of Arizona	\$ None	0.51%	\$ None
Maricopa County	39,515,000	0.76%	300,314
Maricopa County Community College District	210,710,000	0.76%	1,601,396
Liberty Elementary School District No. 25	2,780,000	46.34%	1,288,252
Avondale Elementary School District No. 44	13,725,000	70.84%	9,722,790
Litchfield Elementary School District No. 79	23,385,000	36.53%	8,542,541
Buckeye Union High School District No. 201	1,650,000	17.79%	293,535
Agua Fria Union High School District No. 216	29,520,000	49.46%	14,600,592
Wildflower Ranch CFD No. 1	1,345,000	100.00%	1,345,000
Wildflower Ranch CFD No. 2	1,490,000	100.00%	1,490,000
Goodyear General CFD No. 1	8,535,000	100.00%	8,535,000
Goodyear Utilities CFD No. 1	15,520,000	100.00%	15,520,000
Estrella Mountain Ranch CFD	188,800	100.00%	188,800
City of Goodyear	11,210,000	100.00%	11,210,000
Total direct and overlapping bonded debt			\$ <u>74,638,220</u>

* The source of this information is the Maricopa County Treasurer's records.

CITY OF GOODYEAR, ARIZONA
 PRINCIPAL TAXPAYERS
 JUNE 30, 2002
 (UNAUDITED)

<u>Taxpayer</u>	<u>2001-02 Estimated Assessed Valuation</u>	<u>As Percent of City's 2001-02 Net Secondary Assessed Valuation</u>
Suncor Development	\$ 11,099,877	6.36%
Rubbermaid Inc.	6,534,919	3.75%
Arizona Public Service Company	6,075,566	3.48%
Sunchase Estrella LTD	5,153,408	2.95%
McLane Company, Inc.	3,519,990	2.02%
First American Title Insurance Co.	2,809,766	1.61%
U.S. West Communications, Inc.	2,084,042	1.19%
Dayton Hudson	1,766,607	1.01%
Byrd Enterprises of Arizona, Inc.	1,629,692	0.93%
Southwest Gas Corporation	1,418,888	0.81%
Total	<u>\$ 42,092,755</u>	<u>24.14%</u>

* The source of this information is the Maricopa County Treasurer's Office.

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